

SECURITIES AND EXCHANGE COMMISSION

FORM N-CSR

Certified annual shareholder report of registered management investment companies filed on Form N-CSR

Filing Date: **2009-01-09** | Period of Report: **2008-10-31**

SEC Accession No. [0000930413-09-000197](#)

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FILER

HSBC INVESTOR PORTFOLIOS

CIK: **934882** | IRS No.: **000000000** | State of Incorporation: **NY** | Fiscal Year End: **1031**
Type: **N-CSR** | Act: **40** | File No.: **811-08928** | Film No.: **09518237**

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UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM N-CSR

**CERTIFIED SHAREHOLDER REPORT OF REGISTERED
MANAGEMENT INVESTMENT COMPANIES**

Investment Company Act file number: 811-08928

HSBC INVESTOR PORTFOLIOS
(Exact name of registrant as specified in charter)

452 FIFTH AVENUE
NEW YORK, NY 10018
(Address of principal executive offices) (Zip code)

CITI FUND SERVICES
3435 STELZER ROAD
COLUMBUS, OH 43219
(Name and address of agent for service)

Registrant's telephone number, including area code: 1-800-782-8183

Date of fiscal year end: October 31

Date of reporting period: October 31, 2008

Item 1. Reports to Stockholders.

HSBC Investor LifeLine Funds™

Annual Report

HSBC Investor Aggressive Growth Strategy Fund

HSBC Investor Growth Strategy Fund

HSBC Investor Moderate Growth Strategy Fund

HSBC Investor Conservative Growth Strategy Fund

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HSBC I
Annual

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G lossary of Terms

Barclays Capital U.S. Aggregate Index (formerly Lehman Brothers U.S. Aggregate Index) is an unmanaged index generally representative of investment-grade fixed-rate debt issues, including government, corporate, asset-backed, and mortgage-backed securities, with maturities of at least one year.

Barclays Capital Intermediate U.S. Aggregate Index (formerly Lehman Bros. U.S. Intermediate Aggregate Index) is an unmanaged index generally representative of investment-grade issues with maturities between three- and ten-years.

Citigroup U.S. Domestic Three Month Treasury Bill Index is government guaranteed and offers a fixed rate of return. Return and principal of stocks and bonds will vary with market conditions. Treasury bills are less volatile than longer-term fixed-income securities and are guaranteed as to timely payment of principal and interest by the U.S. Government.

Citigroup U.S. High Yield Market Capped Index, the “U.S. High Yield Market Capped Index” uses the U.S. High-Yield Market Index as its foundation imposing a cap on the par amount of each issuer in order to limit the impact of large issuers while retaining the characteristics of

the issuer's distribution across different maturities. The U.S. High-Yield Market Index captures the performance of below-investments-grade debt issued by corporations domiciled in the United States or Canada.

Gross Domestic Product (GDP) is the measure of the market value of the goods and services produced by labor and property in the United States.

Morgan Stanley Capital International Europe, Australasia and Far East ("MSCI EAFE") Index is an unmanaged free float-adjusted market capitalization index that is designed to measure the equity market performance of developed markets, excluding the U.S. & Canada. As of June 2007 the MSCI EAFE Index consisted of the following 21 developed market country indices: Australia, Austria, Belgium, Denmark, Finland, France, Germany, Greece, Hong Kong, Ireland, Italy, Japan, the Netherlands, New Zealand, Norway, Portugal, Singapore, Spain, Sweden, Switzerland, and the United Kingdom.

The Russell Universe - Russell is a recognized leader in consulting, multi-manager investing and institutional investment management. Our consultants advise clients on more than \$2 trillion in assets. We deliver investment programs to over 2,000 clients in 44 countries. With more than \$230 billion in assets in our funds, Russell researchers meet with over 4,000 investment managers around the world to evaluate their investment process.

Russell 1000[®] Growth Index is an unmanaged index which measures the performance of the large-cap growth segment of the U.S. equity universe. It includes those Russell 1000 companies with higher price-to-book ratios and higher forecasted growth values.

Russell 1000[®] Value Index is an unmanaged index which measures the performance of the large-cap value segment of the U.S. equity universe. It includes those Russell 1000 companies with lower price-to-book ratios and lower expected growth values.

Russell 2000[®] Index is an unmanaged index which measures the performance of the 2,000 smallest companies in the Russell 3000 Index, which represents approximately 8% of the total market capitalization of the Russell 3000 Index. The companies which comprise this index have high price-to-book ratios and higher forecasted growth values.

Russell 2500[™] Growth Index is an unmanaged index which measures the performance of the small to mid-cap growth segment of the U.S. equity universe. It includes those Russell 2500 companies with higher price-to-book ratios and higher forecasted growth values.

Standard & Poor's ("S&P 500") 500 Index is an unmanaged index that is widely regarded as a gauge of the U.S. equities market, this index includes 500 leading companies in leading industries of the U.S. economy. The S&P 500 focuses on the large cap segment of the market, with approximately 75% coverage of U.S. equities.

Securities indexes assume reinvestment of all distributions and interest payments and do not take in account brokerage fees or expenses. Securities in the Fund do not match those in the indexes and performance of the Fund will differ. Investors cannot invest directly in an index.

C hairman' s Message

Dear Shareholder,

Over the past eighteen months, the financial markets have experienced arguably the most difficult conditions in recent history. The underlying causes of the market's significant and persistent downturn have had devastating effects on corporations around the world. The value of equity, fixed income and even money market securities has all been affected by the slowing economy, decreasing corporate earnings and the lack of available credit to support business operations. Many organizations with renowned histories of success and profitability are now seeking government relief in order to remain solvent. The result has been significant double-digit losses for U.S. and international market indices over the past year.

During this period of extreme volatility, the HSBC Investor Funds (the “Funds”) were committed to offering sound, long-term investment solutions to investors. Now, more than ever, the Funds are diligently seeking and working with investment sub-advisers who can assist in navigating through this market environment. Moreover, the Board of Trustees is also aware that the Funds’ ability to execute shareholder instructions in an accurate and timely manner is also an important part of a fund’s overall performance. In performing its oversight role, the Board continuously attempts to maintain the highest level of responsiveness to shareholders.

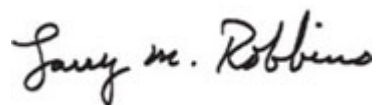
Recognizing its responsibility to shareholders, the Board considers a wide range of factors including relative expertise and the financial viability in selecting the Funds’ service providers. We believe that aligning the Funds’ interests with strong partners provides a tangible benefit to shareholders, now and in the future.

We understand that these are extremely challenging times in the financial markets. We remain committed to managing the HSBC Investor Funds in a prudent and consistent manner for long-term performance.

For further market insight and investment results for the Funds, please see our portfolio manager commentary in this Annual Report.

Thank you for your investment in the HSBC Investor Funds.

Sincerely,



Larry M. Robbins, Chairman, HSBC Investor Funds

Commentary From the Investment Manager

HSBC Global Asset Management (USA) Inc.

U.S. Economic Review

The 12-month period from November 1, 2007 through October 31, 2008 was extraordinarily challenging for the U.S. economy and the global financial system. Over the course of this period, a growing number of signs indicated that the health of the economy was deteriorating and the risk of a recession was rising. In addition, a number of financial institutions faced serious problems and incurred heavy financial losses that threatened their ability to operate.

These issues largely stemmed from the housing market’s prolonged downturn. Rising default rates on subprime mortgages during the period generated huge losses for a wide variety of global financial institutions, which had invested heavily in securities that were backed by those risky mortgages. The losses were so severe that they eventually resulted in the collapse of Bear Sterns, Lehman Brothers and others, the nationalization of Fannie Mae and Freddie Mac, the failure of some banks and the forced mergers of several financial institutions. In that environment, lenders became suspicious of borrowers’ financial health and significantly reduced their willingness to lend money. The result was a crisis that effectively froze the credit markets and depressed economic growth.

The economic slowdown and declining home prices were particularly hard on consumers, who account for approximately two-thirds of U.S. economic activity. Retail sales fell sharply, real personal incomes declined, unemployment rose to its highest levels in years and consumer

confidence plummeted. Corporate profits declined and U.S. Gross Domestic Product¹ growth fell during two of the past four quarters (through the third quarter of 2008).

Problems in the U.S. economy spread overseas, creating fears of a global economic downturn. Consensus 2009 forecasts for economic growth in Europe and Asia declined during the third quarter, driven lower by factors such as falling business activities and confidence.

Aggressive steps were taken during the period to stabilize the credit markets and respark the economy. For example, the Federal Reserve Board (the “Fed”) cut its target short-term interest rate, the federal funds rate, from 4.50% in November to 1.00% by the end of October in an effort to inject liquidity into the markets. The Fed also established and increased auction lending facilities. Additionally, the U.S. government began implementing a \$700 billion financial bailout package, and helped engineer the rescue of several large financial institutions and guaranteed senior debt issued by banks. Governments in Europe and Asia adopted similar strategies to improve sentiment and ease the strains in their financial systems.

The weak economy did have some relatively positive consequences. Energy prices, which had risen sharply during the first half of the period as the price of oil soared to record highs, fell significantly during later months. Falling commodity prices also reduced inflationary pressures, giving central banks around the world a greater ability to target their monetary policy to support growth, liquidity and financial market stability.

Market Review

The U.S. stock market was extremely volatile during the period as investors reacted strongly to new developments in the economy, the housing sector and the financial markets. Investors during most of the period fled from stocks into assets that were perceived to be safer, such as high-quality government bonds and cash. The S&P 500 Index¹ returned -36.08% for the 12-month period ended October 31, 2008. Small-company stocks, represented by the Russell 2000[®] Index¹, returned -34.16%.

Shares of financial services firms suffered particularly large declines during the period due to the turmoil in the credit and banking system and concerns that more problems could occur if the subprime mortgage crisis spread. Consumer discretionary stocks also posted significant losses as increasingly nervous consumers cut their spending on non-essential items. Investors also shunned shares of auto-related companies, which faced critical credit shortages and an uncertain future.

The energy sector posted strong returns during the first half of the period as the price of oil and other commodities rose, but lagged later in the period as oil prices fell sharply. Conversely, health care stocks outperformed the overall market, especially as economic conditions worsened during the final months of the period.

Foreign stocks also delivered negative returns, as banks worldwide suffered from their exposure to problem assets related to the mortgage industry and the outlook for global economic growth worsened. The MSCI EAFE Index¹ of developed foreign stock markets returned -46.34% during the period. Emerging markets stocks also suffered as investors avoided the perceived riskiness of developing markets in favor of assets they believed to be more stable. Falling commodity prices during the second half of the period also hurt some emerging economies, which are heavily dependent on commodity exports.

The Barclays Capital U.S. Aggregate Index¹, which tracks the broad fixed-income markets, returned 0.3% for the period. High-quality government bonds, such as those issued by the U.S. Treasury, performed well as investors seeking to avoid risk fled into these securities. The rally pushed yields for government bonds lower, particularly among short-term fixed-income securities. Investors favored shorter maturities as they focused on liquidity and safety during the period of heightened market volatility. Other types of fixed-income securities—including corporate bonds and high-yield bonds—performed poorly, as investors favored the stability of government-backed bonds and worried about companies’ ability to fulfill their debt obligations in a weak economic environment. As a result, the spread between yields on government securities and corporate bonds widened substantially.

¹ For additional information, please refer to the Glossary of Terms.

Portfolio Reviews

HSBC Investor Aggressive Growth Strategy Fund

HSBC Investor Growth Strategy Fund

HSBC Investor Moderate Growth Strategy Fund

HSBC Investor Conservative Growth Strategy Fund

Investment Concerns

Common stocks, and funds investing in common stocks, generally provide greater return potential when compared with other types of investments.

Equity securities (stocks) are more volatile and carry more risk than other forms of investments, including investments in high-grade fixed income securities. The net asset value per share of this Fund will fluctuate as the value of the securities in the portfolio changes.

There are risks associated with investing in foreign companies, such as erratic market conditions, economic and political instability and fluctuations in currency and exchange rates.

Value-based investments are subject to the risk that the broad market may not recognize their intrinsic value.

Small capitalization funds typically carry additional risks, since smaller companies generally have a higher risk of failure and historically have experienced a greater degree of market volatility than average. There are risks associated with investing in a fund that invests in securities of foreign countries, such as erratic market conditions, economic and political instabilities and fluctuations in currency exchanges.

Bonds offer a relatively stable level of income, although bond prices will fluctuate providing the potential for principal gain or loss. Intermediate-term, higher-quality bonds generally offer less risk than longer-term bonds and a lower rate of return.

The mortgage market in the U.S. recently experienced difficulties that may adversely affect the performance and market value of certain mortgage-related investments.

An investment in money market funds is not insured or guaranteed by the FDIC or any other government agency. Although the money market funds seek to preserve the value of your investment at \$1.00.

The HSBC Investor Funds feature a number of funds that are structured as “master/feeder” funds. Under this two-tier structure, one fund (the “feeder fund”) invests all of its investable assets in a second fund (the “master fund”). The LifeLine Funds, through this master/feeder structure, provide an asset allocation option to investors who seek to diversify their investment across a variety of asset classes. Each LifeLine Fund provides an asset allocation option corresponding to different investment objectives and risk tolerances. Each LifeLine Fund is a feeder fund. However, unlike most feeder funds, a LifeLine Fund will not direct all of its assets to a single master fund. Instead, the LifeLine Fund will allocate its assets to different master funds in accordance with its asset allocation model. HSBC Global Asset Management (USA) Inc. (the “Adviser”), according to specific target allocations, invested each LifeLine Fund’s assets in some or all of the following master funds (“underlying Portfolios”):

HSBC Investor Growth Portfolio (“Growth Portfolio”); HSBC Investor Value Portfolio (“Value Portfolio”); HSBC Investor Opportunity Portfolio (“Small Cap Equity Portfolio”); HSBC Investor International Equity Portfolio (“International Equity Portfolio”); HSBC Investor Core Plus Fixed Income Portfolio (“Core Plus Fixed Income Portfolio”); HSBC Investor High Yield Fixed Income Portfolio (High Yield Fixed Income Fund); HSBC Investor Intermediate Duration Fixed Income Portfolio (“Intermediate Duration Fixed Income Portfolio”); and the HSBC Investor Money Market Fund (“Money Market Fund”).

3 HSBC INVESTOR FAMILY OF FUNDS

Portfolio Reviews

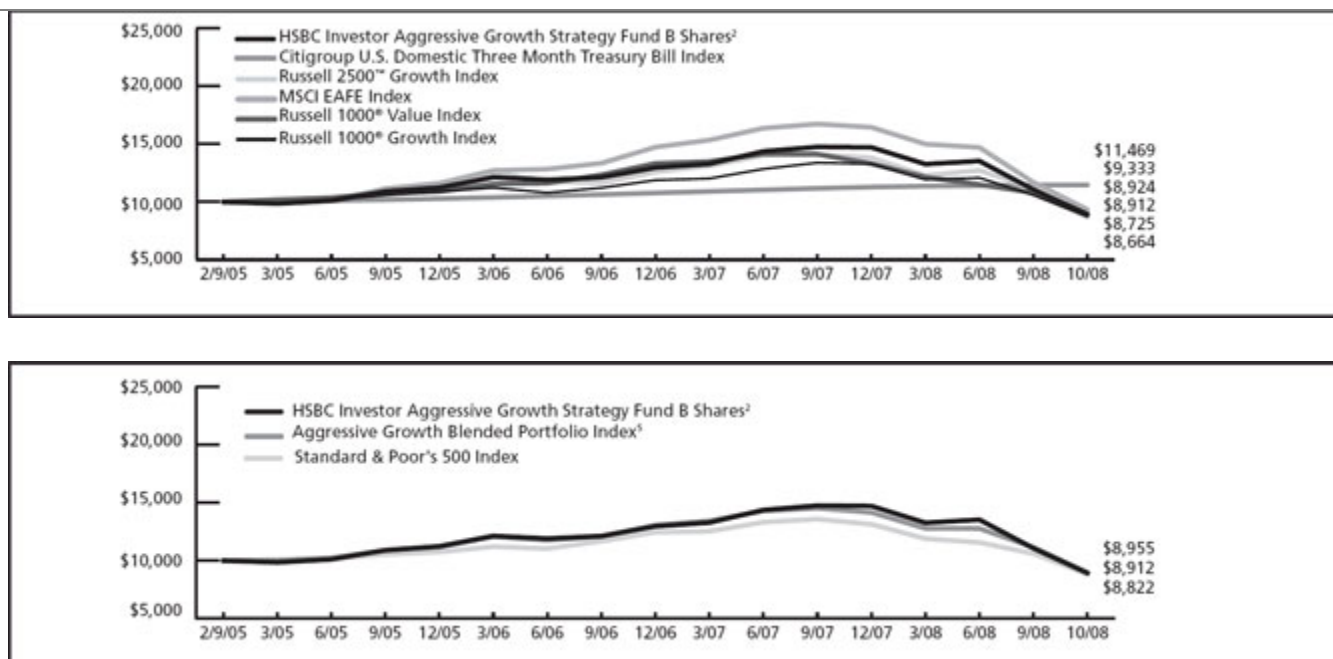
During the last period, each LifeLine Fund invested in a different combination of the underlying Portfolios according to the various target percentage weightings selected by the Adviser, approximately as set forth in the table below.

Underlying Portfolio	HSBC Investor Aggressive Growth Strategy Fund	HSBC Investor Growth Strategy Fund	HSBC Investor Moderate Growth Strategy Fund	HSBC Investor Conservative Growth Strategy Fund
Prime Money Market Fund	1%	1%	6%	21%
Core Plus Fixed Income Portfolio	None	15%	26%	25%
High Yield Fixed Income Portfolio	None	2%	5%	8%
Intermediate Duration Fixed Income Portfolio	None	None	None	3%
Growth Portfolio	21%	21%	19%	15%
International Equity Portfolio	23%	20%	15%	10%
Opportunity Portfolio	34%	20%	11%	4%
Value Portfolio	21%	21%	18%	14%
Total:	100%	100%	100%	100%

Portfolio Reviews

HSBC Investor Aggressive Growth Strategy Fund

Value of a \$10,000 Investment



The charts above represent a comparison of a hypothetical \$10,000 investment in the indicated share class versus a similar investment in the Funds' benchmark and represents the reinvestment of dividends and capital gains in the Funds. The above Indexes and Benchmarks are for the period beginning 1/31/05.

Fund Performance	Average Annual				Expense	
	Total Return (%)				Ratio (%) ⁴	
As of October 31, 2008	Inception Date	1 Year	3 Year	Since Inception	Gross	Net
HSBC Investor Aggressive Growth Strategy Fund Class A ¹	2/14/05	-43.88	-6.12	-3.49	2.27	1.50
HSBC Investor Aggressive Growth Strategy Fund Class B ²	2/9/05	-43.56	-5.82	-3.05	3.02	2.25

HSBC Investor Aggressive Growth Strategy Fund Class C ³	6/10/05	-41.87	-5.17	-3.07	3.02	2.25
Standard & Poor' s 500 Index	–	-36.08	-5.21	N/A	N/A	N/A
Aggressive Growth Blended Portfolio Index ⁵	–	-40.14	-5.45	N/A	N/A	N/A

Past performance does not guarantee future results. The performance data quoted represents past performance and current returns may be lower or higher. Total return figures include change in share price, reinvestment of dividends and capital gains and do not reflect the taxes that a shareholder would pay on fund distributions or on the redemption of fund shares. The investment return and principal value will fluctuate so that an investor' s shares, when redeemed may be worth more or less than the original cost. To obtain performance information current to the most recent month end, please call 1-800-782-8183.

The performance above reflects any fee waivers that have been in effect during the applicable periods, as well as any expense reimbursements that have periodically been made. Absent such waivers and reimbursements, returns would have been lower. Currently, contractual fee waivers are in effect from March 1, 2008 through March 1, 2009.

During the year ended October 31, 2008, the respective Portfolios the Fund invests in received monies related to certain nonrecurring litigation settlements. Without the receipt of this payment, the returns for the applicable periods would have been lower.

¹ Reflects the maximum sales charge of 5.00%.

² Reflects the applicable contingent deferred sales charge, maximum of 4.00%.

³ Reflects the applicable contingent deferred sales charge, maximum of 1.00%.

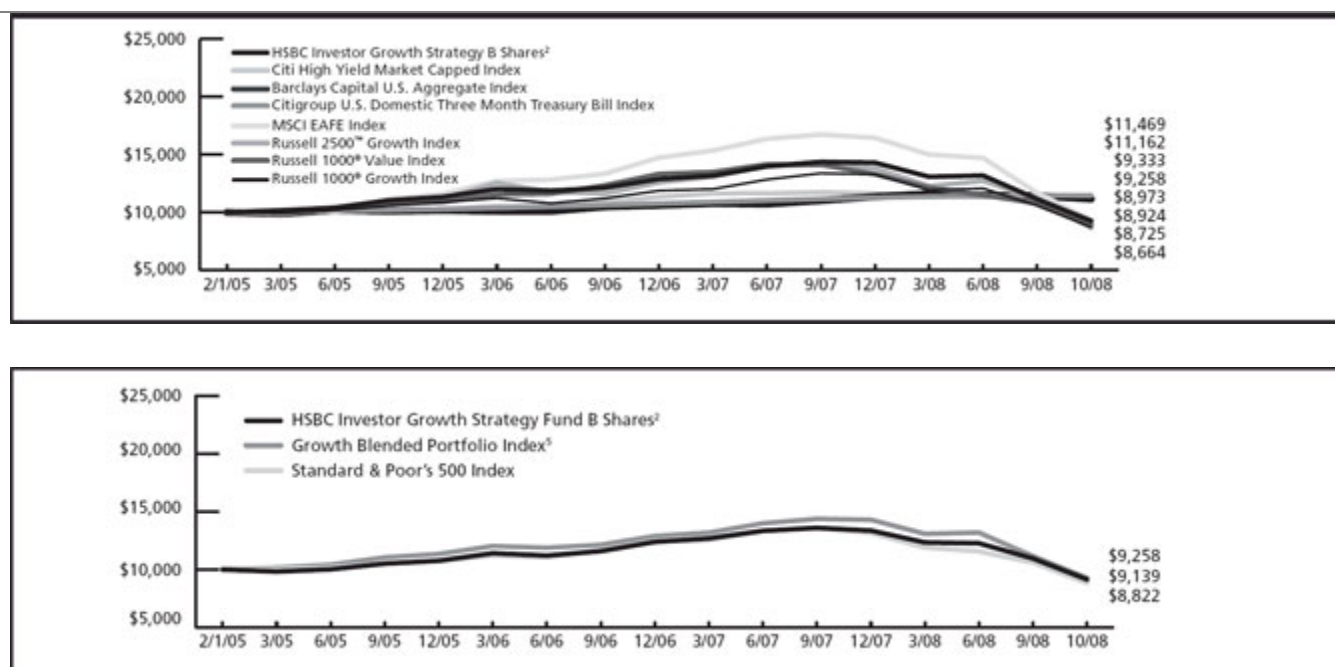
⁴ Reflects the expense ratio as reported in the prospectus dated February 28, 2008.

⁵ The performance of the HSBC Investor Aggressive Growth Strategy Fund is compared to a Blended Portfolio Index, which is a hypothetical combination of broad-based indexes. The components of the Blended Portfolio Index and their weighting are as follows: The Citigroup U.S. Domestic Three-Month T-Bill Index (1%); Russell 1000[®] Growth Index (21%); Russell 1000[®] Value Index (21%); Russell 2500[™] Growth Index (34%) and the MSCI EAFE Index (23%). These indices are unmanaged and do not reflect the expenses associated with a mutual fund, such as investment management and fund accounting fees. The Fund' s performance reflects the deduction of fees for these value-added services. Investors cannot invest directly in an index. For a complete definition of the above referenced indices, please refer to the Glossary of Terms.

Portfolio Reviews

HSBC Investor Growth Strategy Fund

Value of a \$10,000 Investment



The charts above represent a comparison of a hypothetical \$10,000 investment in the indicated share class versus a similar investment in the Funds' benchmark and represents the reinvestment of dividends and capital gains in the Funds. The above Indexes and Benchmarks are for the period beginning 1/31/05.

Fund Performance

Average Annual
Total Return (%)Expense
Ratio (%)⁴

As of October 31, 2008

	Inception Date	1 Year	3 Year	Since Inception	Gross	Net
HSBC Investor Growth Strategy Fund Class A ¹	2/8/05	-39.63	-5.52	-2.69	1.65	1.50

HSBC Investor Growth Strategy Fund Class B ²	2/1/05	-39.34	-5.25	-2.04	2.40	2.25
HSBC Investor Growth Strategy Fund Class C ³	4/27/05	-37.54	-4.62	-1.78	2.40	2.25
Standard & Poor' s 500 Index	–	-36.08	-5.21	N/A	N/A	N/A
Growth Blended Portfolio Index ⁵	–	-34.39	-3.86	N/A	N/A	N/A

Past performance does not guarantee future results. The performance data quoted represents past performance and current returns may be lower or higher. Total return figures include change in share price, reinvestment of dividends and capital gains and do not reflect the taxes that a shareholder would pay on fund distributions or on the redemption of fund shares. The investment return and principal value will fluctuate so that an investor' s shares, when redeemed may be worth more or less than the original cost. To obtain performance information current to the most recent month end, please call 1-800-782-8183.

The performance above reflects any fee waivers that have been in effect during the applicable periods, as well as any expense reimbursements that have periodically been made. Absent such waivers and reimbursements, returns would have been lower. Currently, contractual fee waivers are in effect from March 1, 2008 through March 1, 2009.

During the years ended October 31, 2007, and 2008, the respective Portfolios the Fund invests in received monies related to certain nonrecurring litigation settlements. Without the receipt of this payment, the returns for applicable periods would have been lower.

¹ Reflects the maximum sales charge of 5.00%.

² Reflects the applicable contingent deferred sales charge, maximum of 4.00%.

³ Reflects the applicable contingent deferred sales charge, maximum of 1.00%.

⁴ Reflects the expense ratio as reported in the prospectus dated February 28, 2008.

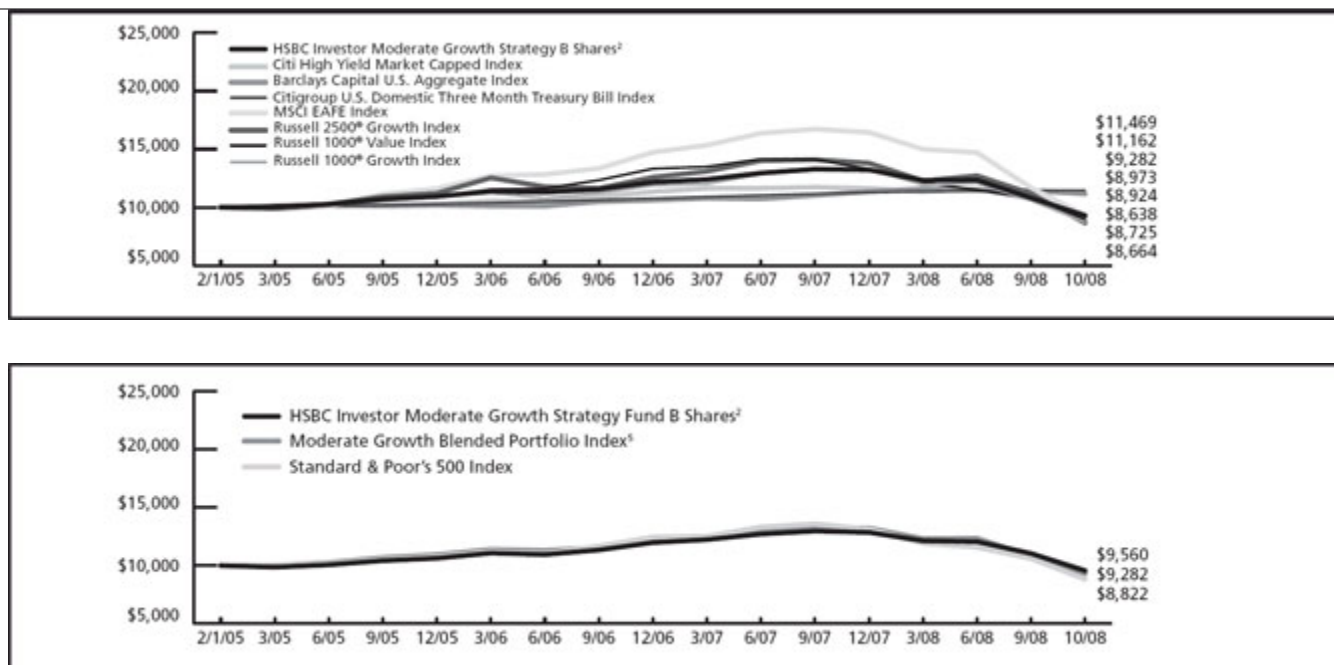
⁵ The performance of the HSBC Investor Growth Strategy Fund is compared to a Blended Portfolio Index, which is a hypothetical combination of broad-based indexes. The components of the Blended Portfolio Index and their weighting are as follows: The Citigroup U.S. Domestic Three-Month T-Bill Index (1%); Barclays Capital U.S. Aggregate Index (formerly Lehman Brothers U.S. Aggregate Index) (15%); Citigroup U.S. High Yield Market Capped Index

(2%); Russell 1000® Growth Index (21%); Russell 1000® Value Index (21%); Russell 2500™ Growth Index (20%) and the MSCI EAFE Index (20%). The stated performance for the Blended Index from April 30, 2006 to February 28, 2008 reflects a 2% allocation for the Merrill Lynch U.S. High Yield Master II Index. On February 29, 2008, the Merrill Lynch U.S. High Yield Master II Index was replaced with the Citigroup U.S. High Yield Market Capped Index. These indices are unmanaged and do not reflect the expenses associated with a mutual fund, such as investment management and fund accounting fees. The Fund's performance reflects the deduction of fees for these value-added services. Investors cannot invest directly in an index. For a complete definition of the above referenced indices, please refer to the Glossary of Terms.

Portfolio Reviews

HSBC Investor Moderate Growth Strategy Fund

Value of a \$10,000 Investment



The charts above represent a comparison of a hypothetical \$10,000 investment in the indicated share class versus a similar investment in the Funds' benchmark and represents the reinvestment of dividends and capital gains in the Funds. The above Indexes and Benchmarks are for the period beginning 1/31/05.

Fund Performance	Average Annual Total Return (%)				Expense Ratio (%) ⁴	
	Inception Date	1 Year	3 Year	Since Inception	Gross	Net
As of October 31, 2008						

HSBC Investor Moderate Growth Strategy Fund Class A ¹	2/3/05	-34.12	-4.62	-2.49	1.60	1.50
HSBC Investor Moderate Growth Strategy Fund Class B ²	2/1/05	-33.79	-4.33	-1.97	2.35	2.25
HSBC Investor Moderate Growth Strategy Fund Class C ³	6/10/05	-31.74	-3.69	-2.48	2.35	2.25
Standard & Poor' s 500 Index	–	-36.08	-5.21	N/A	N/A	N/A
Moderate Growth Blended Portfolio Index ⁵	–	-27.70	-2.28	N/A	N/A	N/A

Past performance does not guarantee future results. The performance data quoted represents past performance and current returns may be lower or higher. Total return figures include change in share price, reinvestment of dividends and capital gains and do not reflect the taxes that a shareholder would pay on fund distributions or on the redemption of fund shares. The investment return and principal value will fluctuate so that an investor' s shares, when redeemed may be worth more or less than the original cost. To obtain performance information current to the most recent month end, please call 1-800-782-8183.

The performance above reflects any fee waivers that have been in effect during the applicable periods, as well as any expense reimbursements that have periodically been made. Absent such waivers and reimbursements, returns would have been lower. Currently, contractual fee waivers are in effect from March 1, 2008 through March 1, 2009.

During the years ended October 31, 2007 and 2008, the respective Portfolios the Fund invests in received monies related to certain nonrecurring litigation settlements. Without the receipt of this payment, the returns for applicable periods would have been lower.

¹ Reflects the maximum sales charge of 5.00%.

² Reflects the applicable contingent deferred sales charge, maximum of 4.00%.

³ Reflects the applicable contingent deferred sales charge, maximum of 1.00%.

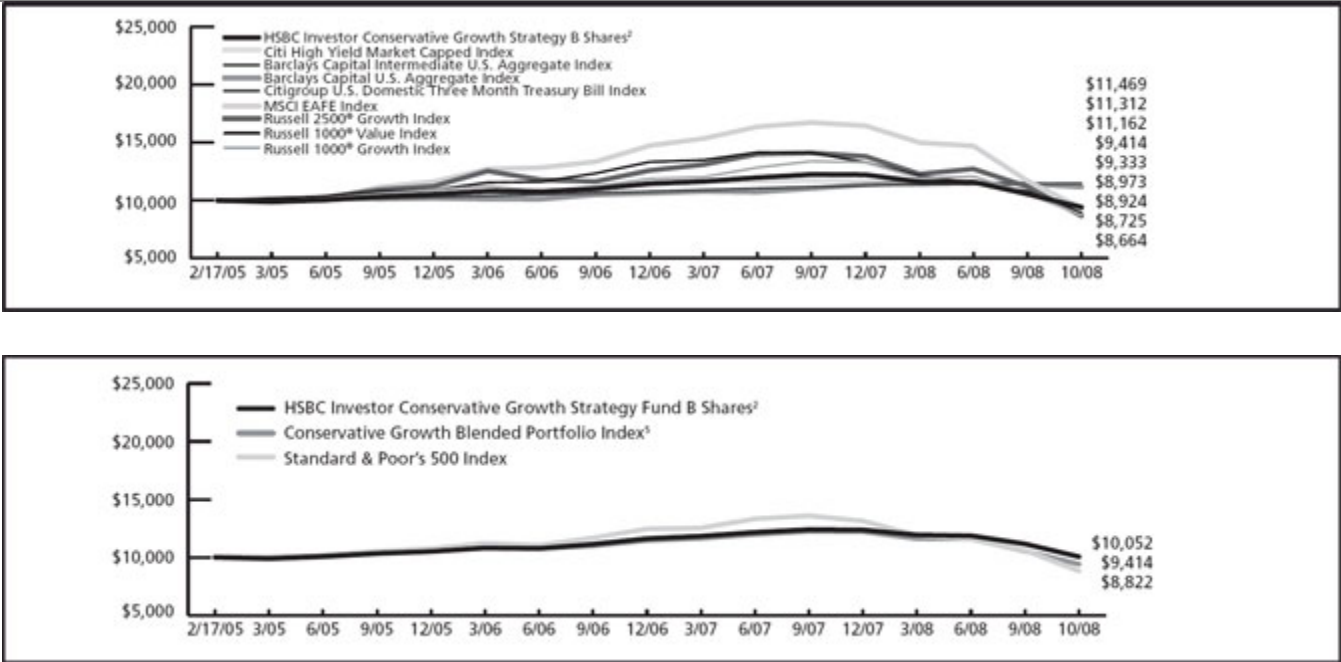
⁴ Reflects the expense ratio as reported in the prospectus dated February 28, 2008.

The performance of the HSBC Investor Moderate Growth Strategy Fund is compared to a Blended Portfolio Index, which is a hypothetical combination of broad-based indexes. The components of the Blended Portfolio Index and their weighting are as follows: The Citigroup U.S. Domestic Three-Month T-Bill Index (6%); Citigroup U.S. High Yield Market Capped Index (5%); Barclays Capital U.S. Aggregate Index (formerly Lehman Brothers U.S. Aggregate Index) (26%); Russell 1000® Growth Index (19%); Russell 1000® Value Index (18%); Russell 2500™ Growth Index (11%) and the MSCI EAFE Index (15%). The stated performance for the Blended Index from April 30, 2006 to February 28, 2008 reflects a 5% allocation for the Merrill Lynch U.S. High Yield Master II Index. On February 29, 2008, the Merrill Lynch U.S. High Yield Master II Index was replaced with the Citigroup U.S. High Yield Market Capped Index. These indices are unmanaged and do not reflect the expenses associated with a mutual fund, such as investment management and fund accounting fees. The Fund's performance reflects the deduction of fees for these value-added services. Investors cannot invest directly in an index. For a complete definition of the above referenced indices, please refer to the Glossary of Terms.

Portfolio Reviews

HSBC Investor Conservative Growth Strategy Fund

Value of a \$10,000 Investment



The charts above represent a comparison of a hypothetical \$10,000 investment in the indicated share class versus a similar investment in the Funds' benchmark and represents the reinvestment of dividends and capital gains in the Funds. The above Indexes and Benchmarks are for the period beginning 1/31/05.

Fund Performance	Average Annual Total Return (%)				Expense Ratio (%) ⁴	
	Inception Date	1 Year	3 Year	Since Inception	Gross	Net
As of October 31, 2008						
HSBC Investor Conservative Growth Strategy Fund Class A ¹	2/23/05	-26.99	-3.30	-1.93	2.06	1.50
HSBC Investor Conservative Growth Strategy Fund Class B ²	2/17/05	-26.69	-2.92	-1.62	2.81	2.25
HSBC Investor Conservative Growth Strategy Fund Class C ³	4/19/05	-24.47	-2.16	-0.72	2.81	2.25
Standard & Poor' s 500 Index	–	-36.08	-5.21	N/A	N/A	N/A
Conservative Growth Blended Portfolio Index ⁵	–	-20.06	-0.54	N/A	N/A	N/A

Past performance does not guarantee future results. The performance data quoted represents past performance and current returns may be lower or higher. Total return figures include change in share price, reinvestment of dividends and capital gains and do not reflect the taxes that a shareholder would pay on fund distributions or on the redemption of fund shares. The investment return and principal value will fluctuate so that an investor' s shares, when redeemed may be worth more or less than the original cost. To obtain performance information current to the most recent month end, please call 1-800-782-8183.

The performance above reflects any fee waivers that have been in effect during the applicable periods, as well as any expense reimbursements that have periodically been made. Absent such waivers and reimbursements, returns would have been lower. Currently, contractual fee waivers are in effect from March 1, 2008 through March 1, 2009.

During the years ended October 31, 2007 and 2008, the respective Portfolios the Fund invests in received monies related to certain nonrecurring litigation settlements. Without the receipt of this payment, the returns for applicable periods would have been lower.

¹ Reflects the maximum sales charge of 5.00%.

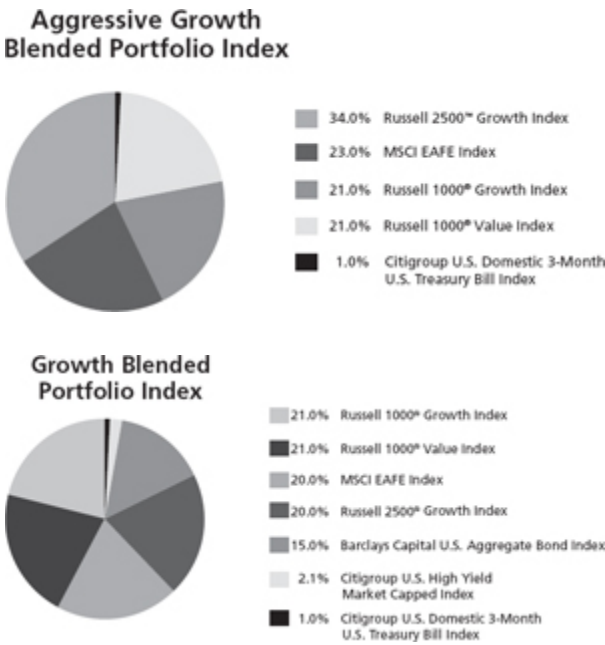
² Reflects the applicable contingent deferred sales charge, maximum of 4.00%.

³ Reflects the applicable contingent deferred sales charge, maximum of 1.00%.

4 Reflects the expense ratio as reported in the prospectus dated February 28, 2008.

5 The performance of the HSBC Investor Conservative Growth Strategy Fund is compared to a Blended Portfolio Index, which is a hypothetical combination of broad-based indexes. The components of the Blended Portfolio Index and their weighting are as follows: The Citigroup U.S. Domestic 3-Month T-Bill Index (21%); Citigroup U.S. High Yield Market Capped Index (8%); Barclays Capital U.S. Aggregate Index (formerly Lehman Bros. U.S. Aggregate Index) (25%); Barclays Capital U.S. Interm. Aggregate Index (formerly Lehman Bros. U.S. Interm. Aggregate Index) (3%); Russell 1000® Growth Index (15%); Russell 1000® Value Index (14%); Russell 2500™ Growth Index (4%) and the MSCI EAFE Index (10%). The stated performance for the Blended Index from April 30, 2006 to February 28, 2008 reflects an 8% allocation for the Merrill Lynch U.S. High Yield Master II Index. On February 29, 2008, the Merrill Lynch U.S. High Yield Master II Index was replaced with the Citigroup U.S. High Yield Market Capped Index. These indices are unmanaged and do not reflect the expenses associated with a mutual fund, such as investment management and fund accounting fees. The Fund's performance reflects the deduction of fees for these value-added services. Investors cannot invest directly in an index. For a complete definition of the above referenced indices, please refer to the Glossary of Terms.

Portfolio Reviews



Moderate Growth Blended Portfolio Index



26.0%	Barclays Capital U.S. Aggregate Bond Index
19.0%	Russell 1000® Growth Index
18.0%	Russell 1000® Value Index
15.0%	MSCI EAFE Index
11.0%	Russell 2500® Index
6.0%	Citigroup U.S. Domestic 3-Month U.S. Treasury Bill Index
5.0%	Citigroup U.S. High Yield Market Capped Index

Conservative Growth Blended Portfolio Index



25.0%	Barclays Capital U.S. Aggregate Bond Index
21.0%	Citigroup U.S. Domestic 3-Month U.S. Treasury Bill Index
15.0%	Russell 1000® Growth
14.0%	Russell 1000® Value Index
10.0%	MSCI EAFE Index
8.0%	Citigroup U.S. High Yield Market Capped Index
4.0%	Russell 2500® Growth Index
3.0%	Barclays Capital Intermediate U.S. Aggregate Index

Standardized Performance Benchmark Indices for the period ended October 31, 2008

1
Year (%)

Citigroup U.S. Domestic 3-Month U.S. Treasury Bill Index

2.31

Citigroup U.S. High Yield Market Capped Index

-24.05

Barclays Capital U.S. Aggregate Index

0.30

Barclays Capital Intermediate U.S. Aggregate Index

1.48

MSCI EAFE Index

-46.34

Russell 1000® Growth Index

-36.95

Russell 1000® Value Index

-36.80

Russell 2500™ Growth Index

-41.00

Citigroup U.S. Domestic 3-Month U.S. Treasury Bill Index is government guaranteed and offers a fixed rate of return. Return and principal of stocks and bonds will vary with market conditions. Treasury bills are less volatile than longer-term fixed-income securities and are guaranteed as to timely payment of principal and interest by the U.S. Government.

Citigroup U.S. High Yield Market Capped Index uses the U.S. High-Yield Market Index as its foundation imposing a cap on the par amount of each issuer in order to limit the impact of large issuers while retaining the characteristics of the issuer's distribution across different maturities. The U.S. High-Yield Market Index captures the performance of below-investments-grade debt issued by corporations domiciled in the United States or Canada.

Barclays Capital U.S. Aggregate Index (formerly Lehman Brothers U.S. Aggregate Index) is an unmanaged index generally representative of the investment-grade debt issues with at least one year to final maturity.

Barclays Capital Intermediate U.S. Aggregate Index (formerly Lehman Brothers Intermediate U.S. Aggregate Index) is an unmanaged index market value-weighted performance benchmark for investment-grade fixed-rate debt issues, including government, corporate, asset-backed, and mortgage-backed securities, with maturities of at least one year.

Morgan Stanley Capital International Europe, Australasia and Far East Index (MSCI EAFE) is an unmanaged free float-adjusted market capitalization index that is designed to measure the equity market performance of developed markets, excluding the U.S. & Canada. As of June 2007 the MSCI EAFE Index consisted of the following 21 developed market country indices: Australia, Austria, Belgium, Denmark, Finland, France, Germany, Greece, Hong Kong, Ireland, Italy, Japan, the Netherlands, New Zealand, Norway, Portugal, Singapore, Spain, Sweden, Switzerland, and the United Kingdom.

Russell 1000[®] Growth Index is an unmanaged index which measures the performance of the large-cap growth segment of the U.S. equity universe. It includes those Russell 1000 companies with higher price-to-book ratios and higher forecasted growth values.

Russell 1000[®] Value Index is an unmanaged index which measures the performance of the large-cap value segment of the U.S. equity universe. It includes those Russell 1000 companies with lower price-to-book ratios and lower expected growth values.

Russell 2500[™] Growth Index is an unmanaged index which measures the performance of the small to mid-cap growth segment of the U.S. equity universe. It includes those Russell 2500 companies with higher price-to-book ratios and higher forecasted growth values.

Portfolio Reviews

HSBC Investor Prime Money Market Fund

Moody's and Standard & Poor's

has assigned an "Aaa" and "AAAm"

rating to the HSBC Investor Prime

Senior Portfolio Manager

Investment Concerns

An investment in the fund is not insured or guaranteed by the FDIC or any other government agency. Although the fund seeks to preserve the value of your investment at \$1.00 per share, it is possible to lose money by investing in the fund.

The money markets experienced a turbulent environment during the 12-month period under review, as rising defaults on subprime mortgages brought on a credit and liquidity crisis. The Federal Reserve Board (the “Fed”) attempted to address the financial system’s problems by lowering its target short-term interest rate from 4.50% to 1.00% between November 2007 and October 2008, causing yields on money market securities to decline.

We sought to protect shareholders’ principal in this uncertain environment. In particular, we sacrificed some yield in exchange for increased liquidity during periods of extreme stress in the money markets. We favored intermediate-term assets to help offset the effect of falling rates on the Fund’s yield while also meeting our conservative liquidity goals. As the markets settled somewhat during the fiscal third quarter, we took advantage of strategic opportunities to capture higher yields available on longer-term securities. Additionally, we took advantage of a program by the U.S. Treasury to insure money market funds.[†]

We also looked to safeguard shareholder assets by increasing our position in government securities. This strategy also reduced the Fund’s yield, but provided greater security as the credit and liquidity crisis roiled the money markets.*

* Portfolio composition is subject to change.

† On October 7, 2008 and December 4, 2008 the Fund participated in the Treasury Money Market Guarantee Program and related extension. The Program is for shareholders as of September 19, 2008 and generally covers the lesser of the amount that the shareholder held on September 19 or the amount they hold on the date the fund needs to utilize the guarantee. If a shareholder closes their account with the Fund or broker dealer after September 19, any future investment in the Fund will not be guaranteed. The extended guarantee is through April 30, 2009, but may be further extended at the Treasury’s discretion.

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HSBC Investor Core Plus Fixed Income Portfolio

by Halbis Capital Management (USA) Inc., U.S. Core Fixed Income Team

The HSBC Investor Fixed Income Fund (the “Portfolio”) seeks to maximize total return, consistent with reasonable risk. The “total return” sought by the Fund consists of income earned on investments, plus capital appreciation, if any, which generally arises from decreases in interest rates or improving credit fundamentals for a particular sector or security. The Portfolio employs Halbis Capital Management (USA) Inc. as subadviser to the Portfolio.

Investment Concerns

Bonds offer a relatively stable level of income, although bond prices will fluctuate providing the potential for principal gain or loss. Intermediate-term, higher-quality bonds generally offer less risk than longer-term bonds and a lower rate of return.

The mortgage market in the U.S. recently experienced difficulties that may adversely affect the performance and market value of certain mortgage-related investments.

Market Commentary

The period was marked by a worsening of the credit crisis, which led to the failure of several financial institutions as well as federal bailouts for select banks and insurers. Liquidity in the credit markets and money markets evaporated in that environment, which led to a standstill in investment activity. Investors during the period favored the relative safety of Treasury securities and shunned all other fixed-income securities. Sector exposure in anything other than Treasury securities resulted in negative returns.

The main driver of the Fund’s underperformance relative to its benchmarks was its overweight positions in mortgage-backed and corporate securities. Our strategy of emphasizing various types of “spread” bonds—bonds that offer higher yields than Treasuries—is designed to provide shareholders with greater income over time. Although these securities offered attractive yields relative to Treasury bonds, they performed poorly as investors flocked to Treasuries and avoided other sectors of the bond market.*

For much of the period, the Fund focused on intermediate-term securities and maintained a duration slightly longer than that of its benchmarks. That strategy benefited the fund as such securities offered more attractive yields shorter-term issues.*

* Portfolio composition is subject to change.

Past performance does not guarantee future results. The performance data quoted represents past performance and current returns may be lower or higher. Total return figures include change in share price, reinvestment of dividends and capital gains and do not reflect taxes that a shareholder would pay on fund distributions or on the redemption of fund shares. The investment return and principal value will fluctuate so that an investor’s shares, when redeemed may be worth more or less than the original cost. To obtain performance information current to the most recent month end, please call 1-800-782-8183.

HSBC Investor High Yield Fixed Income Portfolio

by Halbis Capital Management (USA) Inc., High Yield Team

The HSBC Investor High Yield Fixed Income Portfolio (the “Portfolio”) seeks to provide a high level of current income and capital appreciation. HSBC Global Asset Management (USA) Inc. serves as investment adviser to the Fund. The Halbis High Yield Team provides the day to day management of the portfolio. The Team’s philosophy is focused on delivering sustainable value added performance in the high yield fixed income market. The investment approach is a combination of top-down sector/ industry selection and bottom-up security/quality selection. The team rotates sectors and themes within the high yield universe during different market environments seeking to add value, endeavoring to take advantage of market inefficiencies in order to outperform in both up and down markets. The Portfolio employs Halbis Capital Management (USA) Inc. as subadviser to the Portfolio.

Investment Concerns

Bond funds will tend to experience smaller fluctuations in value than stock funds. However, investors in any bond fund should anticipate fluctuations in price, especially for longer-term issues and in environments of rising interest rates. High yield bonds are subject to greater risks than investment grade bonds, such as the increased risk of default because of the lower credit quality of the issues.

Market Commentary

High-yield bonds performed poorly during the period under review, which was characterized by a severe economic slowdown and a deepening credit crisis that led to unprecedented moves by the U.S. government to attempt to shore up the economy and the financial system. Investors in that environment flocked to Treasury securities with extremely high levels of liquidity and safety, and shunned high-yield bonds due to fears that the companies issuing such bonds would default on their obligations. In addition, liquidity in the high-yield market was often extremely tight, making it difficult to buy and sell securities.

The Fund’s performance remained relatively in line or slightly under its benchmark indices during the period which was the result of several key strategies. Our decision to underweight the homebuilding, building products and financial sectors contributed to strong relative performance, as these industries suffered due to the weak economy, the credit crisis and the prolonged downturn in the housing market. We also overweighted the energy and utilities sectors. Energy prices soared during the first half of the period, and energy companies remained healthy despite a downturn in energy prices during the second half of the period. Additionally, we increased the Fund’s overall credit quality whenever possible. That benefited performance as investors favored higher-quality bonds.*

The Fund’s relatively large position in bonds of gaming companies dampened performance somewhat. As the economic environment deteriorated throughout the period, consumers cut back on their discretionary spending—hurting revenues among companies in the gaming sector.*

* Portfolio composition is subject to change.

Past performance does not guarantee future results. The performance data quoted represents past performance and current returns may be lower or higher. Total return figures include change in share price, reinvestment of dividends

and capital gains and do not reflect taxes that a shareholder would pay on fund distributions or on the redemption of fund shares. The investment return and principal value will fluctuate so that an investor's shares, when redeemed may be worth more or less than the original cost. To obtain performance information current to the most recent month end, please call 1-800-782-8183.

Portfolio Reviews

HSBC Investor Intermediate Duration Fixed Income Portfolio

by Halbis Capital Management (USA) Inc., U.S. Core Fixed Income Team

The HSBC Investor Intermediate Duration Fixed Income Portfolio (the "Portfolio") seeks to maximize total return, consistent with reasonable risk. The "total return" sought by the Fund consists of income earned on investments, plus capital appreciation, if any, which generally arises from decreases in interest rates or improving credit fundamentals for a particular sector or security. Under normal market conditions, the Portfolio invest at least 80% of its net assets in fixed income securities. The Portfolio expects to maintain an average portfolio duration with respect to fixed income securities of 3 to 6 years. The Portfolio employs Halbis Capital Management (USA) Inc. as subadviser to the Portfolio.

Investment Concerns

Bonds offer a relatively stable level of income, although bond prices will fluctuate providing the potential for principal gain or loss. Intermediate-term, higher-quality bonds generally offer less risk than longer-term bonds and a lower rate of return.

The mortgage market in the U.S. recently experienced difficulties that may adversely affect the performance and market value of certain mortgage-related investments.

Market Commentary

The collapse of the subprime mortgage market led to the failure of several financial institutions during the period as the credit market dried up and lending activity froze. Other financial institutions, including banks and insurers, were rescued by federal bailouts. In that environment, investors fled to high-quality issues, favoring Treasury bonds over other securities in the fixed-income market.

The Fund underperformed its benchmarks in large part due to its focus on sectors other than Treasuries. Our strategy of emphasizing various types of "spread" bonds—bonds that offer higher yields than Treasuries—is designed to provide shareholders with greater income over time. However, such issues significantly underperformed during the period as investors shunned any fixed-income securities outside of the Treasury market.*

As investors sought liquidity and relative safety in short-term Treasury issues, the yield curve steepened and longer-term securities offered higher yields. The Fund maintained a duration slightly longer than that of its benchmarks. That strategy benefited the fund as such securities offered higher yields than shorter-term issues.*

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Portfolio Reviews

HSBC Investor Growth Portfolio

*by Clark J. Winslow, Chief Executive Officer/Portfolio Manager
Justin H. Kelly, CFA, Managing Director/Portfolio Manager
R. Bart Wear CFA, Managing Director/Portfolio Manager*

The HSBC Investor Growth Portfolio (the "Portfolio") seeks long-term growth of capital by investing primarily in U.S. and foreign equity securities of high quality companies with market capitalization generally in excess of \$2 billion, which the subadviser believes have the potential to generate superior levels of long-term profitability and growth. Effective May 12, 2008, Winslow Capital Management Inc, replaced Waddell & Reed Investment Management Company (Waddell & Reed) as subadviser.

Investment Concerns

Equity securities (stocks) are more volatile and carry more risk than other forms of investments, including investments in high-grade fixed income securities. The net asset value per share of this Fund will fluctuate as the value of the securities in the portfolio changes.

Market Commentary

The subprime mortgage crisis continued to worsen during the period, forcing the federal government to bail out several failing financial institutions. That environment had a significantly negative impact on both the domestic and international equity markets.

The Fund's returns relative to the benchmark benefited from its overweight position in the health care sector. Health care stocks outperformed the market as a whole—especially during the three months through September, which were among the most difficult of the 12-month period under review. Stock selection among financial services shares also benefited performance relative to the benchmark, despite the poor performance of the overall sector throughout the period.*

Stock selection in the consumer staples and technology sectors hurt performance relative to the benchmark. The Fund's holdings in the energy sector hurt relative returns as well. Oil prices declined steeply off of July highs, and investors sold energy shares as a result.*

It is clear that the global economic outlook is negative. However, we see valuations for many companies at levels similar to those we encountered in late 2002 and early 2003. We remain focused on implementing our investment discipline: we will continue to focus on companies with strong potential future earnings growth, attractive absolute valuations, favorable risk/reward and downside protection, and catalysts/ inflection points to improve /sustain profitability or recognize value.

* Portfolio composition is subject to change.

Past performance does not guarantee future results. The performance data quoted represents past performance and current returns may be lower or higher. Total return figures include change in share price, reinvestment of dividends and capital gains and do not reflect taxes that a shareholder would pay on fund distributions or on the redemption of fund shares. The investment return and principal value will fluctuate so that an investor's shares, when redeemed may be worth more or less than the original cost. To obtain performance information current to the most recent month end, please call 1-800-782-8183.

Portfolio Reviews

HSBC Investor International Equity Portfolio

by Kevin F. Simms

Co-CIO International Value Equities and Director of Research - Global and International Value Equities AllianceBernstein Investment Research and Management

The HSBC Investor International Equity Portfolio (the "Portfolio") seek to provide their shareholders with long-term growth of capital and future income by investing at least 80% of its net assets in equity securities of companies organized and domiciled in developed nations outside the United States or for which the principal trading market is outside the United States, including Europe, Canada, Australia and the Far East. The Portfolio may invest up to 20% of its assets in equity securities of companies in emerging markets. The Portfolio employs AllianceBernstein L.P. ("AllianceBernstein"), a unit of AllianceBernstein Investment Research and Management as subadviser.

Investment Concerns

There are risks associated with investing in foreign companies, such as erratic market conditions, economic and political instability and fluctuations in currency and exchange rates.

Equity securities (stocks) are more volatile and carry more risk than other forms of investments, including investments in high-grade fixed income securities. The net asset value per share of this Fund will fluctuate as the value of the securities in the portfolio changes.

Market Commentary

Investor worries about slowing global economic growth and further repercussions from the subprime mortgage crisis dominated financial markets during the period under review, contributing to the Fund's negative performance. The U.S. and U.K. housing markets continued to decline, and banks worldwide suffered from exposure to problem assets related to the mortgage industry. Global stocks declined during the period as prospects for economic growth fell sharply.

The Fund's sector selection hurt relative returns, due primarily to underweight positions in shares of consumer staples, medical and utilities firms. The Fund's overweight position in financials also dragged on returns, as these companies suffered some of the period's largest losses.*

Security selection weighed on the Fund's performance relative to its benchmark. Key detractors included shares of U.K. banks with significant exposure to that country's housing market. Meanwhile, softening consumer spending hurt performance among shares of certain automakers in the Fund's portfolio. Those events cascaded through the supply chain, eventually weakening shares of some materials firms in the Fund's portfolio.

The Fund's investment in shares of certain securities enhanced its relative performance. Such securities included a major Japanese utility, a French financial services firm and a global energy company.*

* Portfolio composition is subject to change.

Past performance does not guarantee future results. The performance data quoted represents past performance and current returns may be lower or higher. Total return figures include change in share price, reinvestment of dividends and capital gains and do not reflect taxes that a shareholder would pay on fund distributions or on the redemption of fund shares. The investment return and principal value will fluctuate so that an investor's shares, when redeemed may be worth more or less than the original cost. To obtain performance information current to the most recent month end, please call 1-800-782-8183.

Portfolio Reviews

HSBC Investor Opportunity Portfolio

by William A. Muggia

*President-Chief Investment Officer
Westfield Capital Management, LLC*

The HSBC Investor Opportunity Fund ("the Fund") seeks to provide its shareholders with long-term growth of capital by investing in equity securities of small cap companies. The Portfolio may also invest in bonds, notes, commercial paper, U.S. Government securities, and foreign securities. Small cap companies generally are defined as those that have market capitalizations within the range of market capitalizations represented in the Russell 2500™ Growth Index¹. The Portfolio may also invest in equity securities of larger, more established companies if they are expected to show increased earnings. The Portfolio employs Westfield Capital Management Company, LLC as subadviser.

Investment Concerns

Equity securities (stocks) are more volatile and carry more risk than other forms of investments, including investments in high-grade fixed income securities. The net asset value per share of this Fund will fluctuate as the value of the securities in the portfolio changes.

Small-capitalization funds typically carry additional risks since smaller companies generally have a higher risk of failure, and historically, their stocks have experienced a greater degree of market volatility than stocks on average.

Market Commentary

The fallout from the subprime mortgage crisis intensified during the 12 months under review, leading to larger credit and liquidity crises in the financial markets. Fears of U.S. and global recessions grew as a result, particularly toward the end of the period. Stocks of almost all kinds posted heavy losses.

The Fund benefited from holding a larger position than its benchmark in the health care sector. The Fund did not have a bullish view on the sector as a whole, but managed to identify a number of attractive investments in sub-sectors such as biotechnology and health care equipment, and those holdings helped relative performance. The Fund also held an underweight position in consumer discretionary stocks. Consumer discretionary proved to be the second-worst performing sector during the period, following only the financial services sector, so the Fund's underweight position benefited relative performance.*

Stock selection within the industrial sector was the greatest drag on the Fund's relative performance during the period. We believe that the pace of development in foreign countries would continue to increase, making shares of building and construction firms attractive. But stocks of such companies suffered as the economic woes in the United States spread globally. Stock selection in the financial services sector also weighed on returns relative to the benchmark.

The economic realities are grim, but we believe that this is largely reflected in stocks. Valuation levels of US stocks are well below their ten-year averages. Stocks have traded down as an asset class, with little regard for company specific prospects or fundamentals. We believe that once the financial markets have stabilized, we will look back on this period as an opportunity to invest in high quality growth companies trading at very attractive historical valuations. We remain focused on company fundamentals and are committed to upgrading quality in the portfolio wherever possible.

¹ For additional information, please refer to the Glossary of Terms.

* Portfolio composition is subject to change.

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Portfolio Reviews

HSBC Investor Value Portfolio

*by Jon D. Bosse, CFA
Chief Investment Officer*

NWQ Investment Management Company, LLC

The HSBC Investor Value Portfolio (the "Portfolio") seeks long-term growth of capital and income by investing primarily in U.S. and foreign companies with large and medium capitalizations that the subadviser believes possess opportunities underappreciated or misperceived by the market. The Portfolio employs NWQ Investment Management Company, LLC ("NWQ") as subadviser.

Investment Concerns

Value-based investments are subject to the risk that the broad market may not recognize their intrinsic value.

Equity securities (stocks) are more volatile and carry more risk than other forms of investments, including investments in high-grade fixed income securities. The net asset value per share of this Fund will fluctuate as the value of the securities in the Portfolio changes.

Market Commentary

U.S. and Global Equity markets experienced significant declines during the period under review, with most of the decline occurring during the last weeks. This has been an unprecedented period and one of the most challenging investment environments in our country's history. Given the crisis of confidence, the U.S. Government took decisive action regarding the fate of many companies. The U.S. Government has either: assumed control of companies; sponsored/engineered "takeovers;" or allowed companies to fail. In many cases, such events might signal a bottom and thereby provide a floor in equity valuations. However, the magnitude of recent events and continued economic deterioration combined with the realization that a company's financial well-being could quickly evaporate, have heightened investor fears and market volatility. The U.S. Treasury/the Federal Reserve Board (as well as Central Banks broadly) have begun implementing broad and meaningful financial rescue measures in order to stabilize global markets.

There were few places to "hide" during the period under review; and most of the Fund's holdings declined. The credit markets dysfunction has led to fear and panic, particularly within the financial sector. While the Fund was underweighted in the financial sector (relative to the Russell 1000[®] Value Index¹), the sector adversely impacted absolute and relative performance. The Fund's positions within the materials/processing sector adversely impacted the portfolio. These stocks came under pressure as commodity prices declined amid a deteriorating outlook for global growth. Oil and gas prices declined during the latter part of the period adversely affecting the Fund's energy holdings. We would like to note that we reduced the energy position in Fund during the first half of the period – at higher share prices. Finally, the Fund's consumer discretionary sector, primarily media, adversely impacted the portfolio. There were positive contributors during the period. One of the Fund's health care companies, as well as the Fund's railroad holding, appreciated during the period. Consumer staples contributed positively to the portfolio.*

It is clear that the global economic outlook is negative. However, we see valuations for many companies at levels similar to those we encountered in late 2002 and early 2003. We remain focused on implementing our investment discipline: we will continue to focus on companies with attractive absolute valuations, favorable risk/reward and downside protection, and catalysts/inflection points to improve/sustain profitability or recognize value.

It is clear that the global economic outlook is negative. However, we see valuations for many companies at levels similar to those we encountered in late 2002 and early 2003. We remain focused on implementing our investment discipline: we will continue to focus on companies with attractive absolute valuations, favorable risk/reward and downside protection, and catalysts/ inflection points to improve /sustain profitability or recognize value.

¹ For additional information, please refer to the Glossary of Terms.

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Portfolio Reviews

Portfolio Composition*

October 31, 2008

(Unaudited)

HSBC Investor Core Plus Fixed Income Portfolio

Investment Allocation	Percentage of Investments at Value
U.S. Government and Government Agency Obligations	33.4%

Corporate Obligations	29.5%
Asset Backed Securities	19.4%
Commercial Mortgage Backed Securities	8.8%
Collateralized Mortgage Obligations	4.5%
Cash and Equivalents	2.1%
Municipal Bonds	1.8%
Foreign Bonds	0.4%
Certificates of Deposit	0.1%
Total	100.0%

HSBC Investor High Yield Fixed Income Portfolio

Investment Allocation	Percentage of Investments at Value
Corporate Obligations	100.0%
Common Stock	0.0%
Total	100.0%

HSBC Investor Intermediate Duration Fixed Income Portfolio

Investment Allocation**Percentage of Investments at Value**

U.S. Government and Government Agency Obligations	42.6%
Corporate Obligations	21.2%
Asset Backed Securities	15.4%
Cash and Equivalents	9.8%
Commercial Mortgage Backed Securities	5.7%
Collateralized Mortgage Obligations	4.0%
Municipal Bonds	0.4%
Foreign Bonds	0.4%
Certificates of Deposit	0.5%
Total	100.0%

HSBC Investor Growth Portfolio

Investment Allocation**Percentage of Investments at Value**

Biotechnology	7.8%
Retail	7.2%

Software Services	7.2%
Industrial Conglomerates	6.8%
Medical Services & Distributors	6.7%
Medical Products	6.6%
Cash and Equivalents	5.6%
Telecommunication	5.3%
Hardware & Peripherals	4.4%
Credit Card	4.2%
Communication Equipment	3.4%
Railroad	3.3%
Agriculture	3.0%
Investment Management	2.5%
Internet	2.3%
Retail Pharmacy	2.3%
Aerospace & Defense	2.3%
Oil & Gas Drill & Equipment	2.1%
Pharmaceuticals	2.1%

Engineering & Construction	2.0%
Distribution & Wholesale	1.8%
Household Products	1.5%
Exchanges	1.5%
Oil & Gas Exploration & Production	1.4%
Transportation	1.3%
Computer Storage	1.1%
Solar	1.0%
Travel & Leisure	1.0%
Electric, Gas & Water	0.8%
Coal	0.8%
Business Services	0.7%
Total	100.0%

HSBC International Equity Portfolio

Investment Allocation	Percentage of Investments at Value
Europe	66.9%

Japan	18.6%
Australia & Far East	6.2%
Canada	5.1%
Cash and Equivalents	2.4%
Other	0.8%
Total	100.0%

Portfolio Reviews

Portfolio Composition*

October 31, 2008

(Unaudited)

HSBC Investor Opportunity Portfolio

Investment Allocation	Percentage of Investments at Value
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Computer Software	14.9%
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Pharmaceuticals	12.6%
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Oil & Gas	9.4%
Health Care	8.1%
Consumer Products	8.0%
Industrial Manufacturing	5.7%
Financial Services	5.4%
Biotechnology	5.2%
Education	4.7%
Retail	4.7%
Cash and Equivalents	3.7%
Telecommunications	3.1%
Diversified Manufacturing Operations	2.6%
Transportation	2.3%
Business Services	2.3%
Utilities	1.4%
Aerospace & Defense	1.4%
Internet Related	1.4%
Media	1.3%

Homebuilders	1.3%
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Electronic Components & Semiconductors	0.5%
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Total	100.0%
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HSBC Investor Value Portfolio

Investment Allocation	Percentage of Investments at Value
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Oil & Gas	11.8%
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Cash and Equivalents	9.7%
----------------------	------

Computer Software	9.2%
-------------------	------

Insurance	7.3%
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Telecommunications	6.6%
--------------------	------

Media	6.4%
-------	------

Metals & Mining	6.4%
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Consumer Products	6.0%
-------------------	------

Pharmaceuticals	5.9%
-----------------	------

Aerospace & Defense	5.4%
---------------------	------

Tobacco	4.5%
---------	------

Financial Services	4.2%
Business Services	3.5%
Banking	3.4%
Conglomerates	2.5%
Diversified Manufacturing Operations	2.4%
Transportation	2.4%
Energy	1.6%
Paper & Related Products	0.8%
Total	100.0%

* Portfolio composition is subject to change.

19 HSBC INVESTOR FAMILY OF FUNDS

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HSBC INVESTOR LIFELINE FUNDS

S tatements of Assets and Liabilities–As of October 31, 2008

Aggressive Growth Strategy Fund	Growth Strategy Fund	Moderate Growth Strategy Fund	Conservative Growth Strategy Fund
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Assets:

Investments in Affiliated Portfolios	\$	7,993,224	\$	24,179,015	\$	26,458,188	\$	7,559,224
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Investments in Affiliated Fund, at value(a)		74,513		230,718		1,629,963		1,974,707
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Total Investments		8,067,737		24,409,733		28,088,151		9,533,931
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Receivable for capital shares issued		3,851		7,077		5,624		7,500
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Reclaims receivable		2,950		10,161		7,960		239
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Receivable from Investment Adviser		9,045		10,157		–		5,118
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Prepaid expenses and other assets		5,593		4,609		5,367		3,808
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Total Assets		8,089,176		24,441,737		28,107,102		9,550,596
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Liabilities:

Payable for capital shares redeemed		1,340		12,018		43,732		–
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Accrued expenses and other liabilities:

Investment Management		348		1,053		1,213		420
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Administration	136	413	478	166
Distribution	2,314	6,855	8,989	3,136
Shareholder Servicing	1,754	5,292	6,092	2,110
Compliance Service	7	22	23	8
Transfer Agent	17,096	27,702	30,180	13,472
Trustee	9	27	28	11
Other	8,934	27,290	28,893	6,211
	_____	_____	_____	_____
Total Liabilities	31,938	80,672	119,628	25,534
	_____	_____	_____	_____
Net Assets	\$ 8,057,238	\$ 24,361,065	\$ 27,987,474	\$ 9,525,062
	_____	_____	_____	_____

Composition of Net Assets:

Capital	\$ 11,673,697	\$ 33,631,352	\$ 37,025,703	\$ 12,010,124
Accumulated net investment income (loss)	—	117,076	—	—
Accumulated net realized gains (losses) from investment and foreign currency transactions	(962,096)	(2,238,069)	(2,057,829)	(558,957)

Unrealized appreciation/depreciation from investments and foreign currencies	(2,654,363)	(7,149,294)	(6,980,400)	(1,926,105)
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Net Assets	\$ 8,057,238	\$ 24,361,065	\$ 27,987,474	\$ 9,525,062
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Net Assets:

Class A Shares	\$ 4,572,025	\$ 13,908,165	\$ 14,225,654	\$ 4,747,154
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Class B Shares	3,165,735	9,516,049	12,354,009	4,347,825
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Class C Shares	319,478	936,851	1,407,811	430,083
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	\$ 8,057,238	\$ 24,361,065	\$ 27,987,474	\$ 9,525,062
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Shares Outstanding

(\$0.001 par value, unlimited number of shares authorized):

Class A Shares	530,382	1,579,475	1,636,612	536,918
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Class B Shares	377,234	1,086,027	1,420,997	496,386
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Class C Shares	38,091	106,453	165,887	47,798
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**Net Asset Value, Offering Price and Redemption Price
per share:**

Class A Shares	\$	8.62	\$	8.81	\$	8.69	\$	8.84
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Class B Shares*	\$	8.39	\$	8.76	\$	8.69	\$	8.76
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Class C Shares*	\$	8.39	\$	8.80	\$	8.49	\$	9.00
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Maximum Sales Charge – Class A Shares	5.00%	5.00%	5.00%	5.00%
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Maximum Offering Price per share (Net Asset Value/ (100%–maximum sales charge)) – Class A Shares	\$	9.07	\$	9.27	\$	9.15	\$	9.31
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Investments in Affiliated Fund, at cost (a)	\$	74,513	\$	230,718	\$	1,629,963	\$	1,974,707
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* Redemption Price per share varies by length of time shares are held.

(a) The investment in the affiliated fund are holdings of the HSBC Investor Prime Money Market Fund Class I Shares (See Note 1). The shares are held in the Fund are identical to value since it is at a \$1.00 net asset value per share. In addition, value and cost for financial reporting and federal income tax purposes are the same.

HSBC INVESTOR LIFELINE FUNDS

S tatements of Operations–For the year ended October 31, 2008

	Aggressive Growth Strategy Fund	Growth Strategy Fund	Moderate Growth Strategy Fund	Conservative Growth Strategy Fund
Investment Income:				
Investment Income from Affiliated Portfolios (a)	\$ 200,481	\$ 850,561	\$ 1,135,367	\$ 370,160
Investment Income from Affiliated Fund	3,956	11,215	72,600	81,348
Tax reclaims (a)	2,950	10,161	7,960	239
Foreign tax withholding from Affiliated Portfolios (a)	(14,909)	(35,955)	(29,356)	(6,324)
Expenses from Affiliated Portfolios (a)	(87,214)	(237,243)	(241,779)	(67,484)
	_____	_____	_____	_____
Total Investment Income (Loss)	105,264	598,739	944,792	377,939
	_____	_____	_____	_____

Expenses:

Investment Management	5,924	16,836	18,382	5,975
Administration	2,523	7,185	7,842	2,547

Distribution:

Class B Shares	34,993	96,743	119,950	38,520
Class C Shares	3,652	9,519	13,455	3,703
Shareholder Servicing:				
Class A Shares	16,738	48,760	47,443	15,799
Class B Shares	11,664	32,248	39,983	12,840
Class C Shares	1,217	3,173	4,485	1,235
Accounting	23,499	23,499	23,499	23,787
Compliance Service	50	142	155	52
Printing	15,164	40,963	44,685	17,393
Professional fees	360	1,008	1,117	4,373
Transfer Agent	59,513	92,864	98,260	46,935
Trustee	174	494	536	176
Registration fees	187	545	577	168
Other	10,548	10,443	14,175	7,197
<hr/>				
Total expenses before fee reductions	186,206	384,422	434,544	180,700
Fees reduced by Investment Adviser	(57,390)	(11,222)	–	(26,936)

Net Expenses	128,816	373,200	434,544	153,764

Net Investment Income (Loss)	(23,552)	225,539	510,248	224,175
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**Net Realized/Unrealized Gains (Losses) from Investments:
(a)**

Net realized losses from investments and foreign currency transactions	(1,008,442)	(2,323,453)	(2,119,789)	(572,415)
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Change in unrealized appreciation/depreciation from investments and foreign currencies	(4,611,582)	(12,045,449)	(11,008,540)	(2,729,503)

Net realized/unrealized gains/losses from investments and foreign currency transactions	(5,620,024)	(14,368,902)	(13,128,329)	(3,301,918)

Change In Net Assets Resulting From Operations	\$ (5,643,576)	\$ (14,143,363)	\$ (12,618,081)	\$ (3,077,743)

(a) Represents amounts allocated from the respective Affiliated Portfolios.

See notes to financial statements.

HSBC INVESTOR LIFELINE FUNDS

Statements of Changes in Net Assets

	Aggressive Growth Strategy Fund		Growth Strategy Fund	
	For the year ended October 31, 2008	For the year ended October 31, 2007	For the year ended October 31, 2008	For the year ended October 31, 2007
Investment Activities:				
Operations:				
Net investment income (loss)	\$ (23,552)	\$ (35,215)	\$ 225,539	\$ 155,873
Net realized gains (losses) from investment transactions	(1,008,442)	810,981	(2,323,453)	1,888,561
Change in unrealized appreciation/depreciation from investments and foreign currencies	(4,611,582)	1,335,250	(12,045,449)	3,251,636
Change in net assets resulting from operations	(5,643,576)	2,111,016	(14,143,363)	5,296,070

Dividends:**Net investment income:**

Class A Shares	–	–	(137,880)	(91,507)
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Class B Shares	–	–	(1,259)	(11,110)
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Class C Shares	–	–	(816)	(784)
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Net realized gains:

Class A Shares	(420,292)	–	(1,103,525)	(94,565)
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Class B Shares	(302,904)	–	(702,526)	(64,734)
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Class C Shares	(31,294)	–	(63,975)	(5,227)
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Return of Capital:

Class A Shares	(1,758)	–	–	–
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Class B Shares	(1,250)	–	–	–
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Class C Shares	(126)	–	–	–
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Change in net assets resulting from shareholder dividends	(757,624)	–	(2,009,981)	(267,927)
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Change in net assets resulting from capital transactions	1,942,878	3,061,815	3,984,572	9,652,802
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Change in net assets	(4,458,322)	5,172,831	(12,168,772)	14,680,945
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Net Assets:

Beginning of period	12,515,560	7,342,729	36,529,837	21,848,892
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End of period	\$ 8,057,238	\$ 12,515,560	\$ 24,361,065	\$ 36,529,837
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Accumulated net investment income (loss)	\$ —	\$ (4,459)	\$ 117,076	\$ 112,089
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HSBC INVESTOR LIFELINE FUNDS

Statements of Changes in Net Assets (continued)

	Aggressive Growth Strategy Fund		Growth Strategy Fund	
	For the year ended October 31, 2008	For the year ended October 31, 2007	For the year ended October 31, 2008	For the year ended October 31, 2007

CAPITAL TRANSACTIONS:**Class A Shares:**

Proceeds from shares issued	\$	1,808,587	\$	2,836,042	\$	4,094,924	\$	7,969,359
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Dividends reinvested		421,632		–		1,235,211		185,652
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Value of shares redeemed		(1,135,189)		(1,111,410)		(3,486,779)		(2,339,143)
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Class A Shares capital transactions		1,095,030		1,724,632		1,843,356		5,815,868
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Class B Shares:

Proceeds from shares issued		1,075,628		1,516,999		2,700,023		4,252,061
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Dividends reinvested		303,827		–		701,613		75,546
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Value of shares redeemed		(597,445)		(405,168)		(1,552,870)		(1,033,237)
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Class B Shares capital transactions		782,010		1,111,831		1,848,766		3,294,370
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Class C Shares:

Proceeds from shares issued	160,943	328,562	471,136	768,456
Dividends reinvested	31,420	–	64,791	6,011
Value of shares redeemed	(126,525)	(103,210)	(243,477)	(231,903)
	_____	_____	_____	_____
Class C Shares capital transactions	65,838	225,352	292,450	542,564
	_____	_____	_____	_____
Change in net assets resulting from capital transactions	\$ 1,942,878	\$ 3,061,815	\$ 3,984,572	\$ 9,652,802
	_____	_____	_____	_____

SHARE TRANSACTIONS:**Class A Shares:**

Issued	140,000	206,802	323,501	599,873
Reinvested	30,686	–	93,719	14,632
Redeemed	(93,561)	(81,057)	(287,477)	(173,704)
	_____	_____	_____	_____

Change in Class A Shares	77,125	125,745	129,743	440,801
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Class B Shares:

Issued	84,358	112,606	218,579	318,815
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Reinvested	22,556	–	53,152	5,949
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Redeemed	(53,351)	(29,929)	(133,643)	(77,193)
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Change in Class B Shares	53,563	82,677	138,088	247,571
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Class C Shares:

Issued	12,747	24,063	37,995	56,478
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Reinvested	2,334	–	4,890	471
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Redeemed	(11,560)	(7,943)	(22,815)	(17,406)
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Change in Class C Shares	3,521	16,120	20,070	39,543
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HSBC INVESTOR LIFELINE FUNDS

Statements of Changes in Net Assets (continued)

	Moderate Growth Strategy Fund		Conservative Growth Strategy Fund	
	For the year ended October 31, 2008	For the year ended October 31, 2007	For the year ended October 31, 2008	For the year ended October 31, 2007
Investment Activities:				
Operations:				
Net investment income (loss)	\$ 510,248	\$ 409,400	\$ 224,175	\$ 168,893
Net realized gains (losses) from investment transactions	(2,119,789)	1,499,302	(572,415)	267,881
Change in unrealized appreciation/depreciation from investments and foreign currencies	(11,008,540)	2,609,124	(2,729,503)	433,433
Change in net assets resulting from operations	(12,618,081)	4,517,826	(3,077,743)	870,207

Dividends:**Net investment income:**

Class A Shares	(306,761)	(262,090)	(141,579)	(94,234)
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Class B Shares	(139,765)	(132,843)	(79,044)	(56,207)
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Class C Shares	(16,616)	(11,916)	(7,481)	(6,383)
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Net realized gains:

Class A Shares	(772,146)	(107,302)	(146,067)	(34,028)
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Class B Shares	(634,501)	(94,696)	(110,864)	(29,598)
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Class C Shares	(74,952)	(6,378)	(9,305)	(3,582)
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Return of Capital:

Class A Shares	(20,619)	—	(262)	—
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Class B Shares	(17,902)	—	(242)	—
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Class C Shares	(2,090)	—	(23)	—
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Change in net assets resulting from shareholder dividends	(1,985,352)	(615,225)	(494,867)	(224,032)
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Change in net assets resulting from capital transactions	4,171,062	11,050,090	1,063,369	5,431,997
	_____	_____	_____	_____
Change in net assets	(10,432,371)	14,952,691	(2,509,241)	6,078,172
Net Assets:				
Beginning of period	38,419,845	23,467,154	12,034,303	5,956,131
	_____	_____	_____	_____
End of period	\$ 27,987,474	\$ 38,419,845	\$ 9,525,062	\$ 12,034,303
	_____	_____	_____	_____
Accumulated net investment income (loss)	\$ —	\$ 14,138	\$ —	\$ 18,083
	_____	_____	_____	_____

HSBC INVESTOR LIFELINE FUNDS

Statements of Changes in Net Assets (continued)

	Moderate Growth Strategy Fund		Conservative Growth Strategy Fund	
	For the year ended October 31, 2008	For the year ended October 31, 2007	For the year ended October 31, 2008	For the year ended October 31, 2007

CAPITAL TRANSACTIONS:**Class A Shares:**

Proceeds from shares issued	\$	4,477,845	\$	7,912,763	\$	1,702,567	\$	1,988,365
Proceeds from shares issued in conversion		–		–		–		1,774,237
Dividends reinvested		1,096,649		366,055		277,201		127,648
Value of shares redeemed		(3,953,091)		(2,131,003)		(2,025,309)		(631,447)
		_____		_____		_____		_____
Class A Shares capital transactions		1,621,403		6,147,815		(45,541)		3,258,803
		_____		_____		_____		_____

Class B Shares:

Proceeds from shares issued		3,948,083		4,788,564		1,595,118		1,387,844
Proceeds from shares issued in conversion		–		–		–		981,527
Dividends reinvested		790,250		226,308		183,107		84,374
Value of shares redeemed		(2,551,316)		(966,698)		(813,124)		(366,939)
		_____		_____		_____		_____
Class B Shares capital transactions		2,187,017		4,048,174		965,101		2,086,806

Class C Shares:

Proceeds from shares issued	778,453	1,158,749	203,099	109,629
Proceeds from shares issued in conversion	–	–	–	23,289
Dividends reinvested	93,634	18,281	16,809	9,965
Value of shares redeemed	(509,445)	(322,929)	(76,099)	(56,495)

Class C Shares capital transactions	362,642	854,101	143,809	86,388
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Change in net assets resulting from capital transactions	\$ 4,171,062	\$ 11,050,090	\$ 1,063,369	\$ 5,431,997
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SHARE TRANSACTIONS:**Class A Shares:**

Issued	382,474	638,805	157,831	172,826
Issued in conversion	–	–	–	148,136

Reinvested	91,761	29,777	25,060	11,167
Redeemed	(355,687)	(173,246)	(199,713)	(54,690)
	_____	_____	_____	_____
Change in Class A Shares	118,548	495,336	(16,822)	277,439
	_____	_____	_____	_____

Class B Shares:

Issued	340,238	387,531	148,878	121,528
Issued in conversion	—	—	—	82,738
Reinvested	65,629	18,521	16,609	7,465
Redeemed	(229,160)	(77,311)	(81,932)	(31,991)
	_____	_____	_____	_____
Change in Class B Shares	176,707	328,741	83,555	179,740
	_____	_____	_____	_____

Class C Shares:

Issued	68,169	95,099	18,026	9,224
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Issued in conversion	—	—	—	1,922
Reinvested	7,964	1,520	1,489	864
Redeemed	(46,372)	(27,016)	(7,369)	(4,861)
Change in Class C Shares	29,761	69,603	12,146	7,149

See notes to financial statements.

HSBC INVESTOR LIFELINE FUNDS 26

HSBC INVESTOR AGGRESSIVE GROWTH STRATEGY FUND

Financial Highlights

Selected data for a share outstanding throughout the periods indicated. (a)

Investment Activities				Dividends		
Net Asset Value, Beginning of Period	Net Investment Income (Loss)	Net Realized and Unrealized Gains (Losses) from Investment Transactions	Total from Investment Activities	Net Realized Gains from Investment Transactions	Total Dividends	Net Asset Value, End of Period

CLASS A SHARES

Period Ended October 31, 2005(h)	\$	10.00	(0.01)	0.61	0.60	–	–	\$	10.60
Year Ended October 31, 2006		10.60	0.01	2.01	2.02	(0.05)	(0.05)		12.57
Year Ended October 31, 2007		12.57	–*(g)	2.98	2.98	–	–		15.55
Year Ended October 31, 2008		15.55	0.02*	(6.05)	(6.03)	(0.90)	(0.90)		8.62

CLASS B SHARES

Period Ended October 31, 2005(i)	\$	10.00	(0.04)	0.61	0.57	–	–	\$	10.57
Year Ended October 31, 2006		10.57	(0.05)	1.97	1.92	(0.05)	(0.05)		12.44
Year Ended October 31, 2007		12.44	(0.11)*	2.94	2.83	–	–		15.27
Year Ended October 31, 2008		15.27	(0.08)*	(5.90)	(5.98)	(0.90)	(0.90)		8.39

CLASS C SHARES

Period Ended October 31, 2005(j)	\$	10.00	(0.05)	0.60	0.55	–	–	\$	10.55
Year Ended October 31, 2006		10.55	(0.04)	1.95	1.91	(0.05)	(0.05)		12.41
Year Ended October 31, 2007		12.41	(0.11)*	2.96	2.85	–	–		15.26
Year Ended October 31, 2008		15.26	(0.08)*	(5.89)	(5.97)	(0.90)	(0.90)		8.39

Ratios/Supplementary Data

	Total Return(b)	Net Assets at End of Period (000' s)	Ratio of Net Expenses to Average Net Assets(c)	Ratio of Net Investment Income (Loss) to Average Net Assets(c)	Ratio of Expenses to Average Net Assets(c)(d)	Portfolio Turnover Rate(e)
CLASS A SHARES						
Period Ended October 31, 2005(h)	6.00%	\$ 726	1.50%	(0.20)%	11.72%	49.10%
Year Ended October 31, 2006	19.15%	4,116	1.50%	0.05%	3.52%	48.46%
Year Ended October 31, 2007	23.71%	7,046	1.50%	(0.03)%	2.27%	45.50%
Year Ended October 31, 2008	(40.92)%(f)	4,572	1.50%	0.13%	1.98%	72.33%
CLASS B SHARES						
Period Ended October 31, 2005(i)	5.70%	\$ 700	2.25%	(1.01)%	11.63%	49.10%
Year Ended October 31, 2006	18.25%	2,998	2.25%	(0.70)%	4.33%	48.46%
Year Ended October 31, 2007	22.75%	4,942	2.25%	(0.77)%	3.02%	45.50%
Year Ended October 31, 2008	(41.36)%(f)	3,166	2.25%	(0.62)%	2.73%	72.33%
CLASS C SHARES						
Period Ended October 31, 2005(j)	5.50%	\$ 21	2.25%	(1.15)%	9.79%	49.10%
Year Ended October 31, 2006	18.19%	229	2.25%	(0.69)%	4.20%	48.46%
Year Ended October 31, 2007	22.97%	528	2.25%	(0.79)%	2.99%	45.50%
Year Ended October 31, 2008	(41.32)%(f)	319	2.25%	(0.64)%	2.73%	72.33%

* Calculated based on average shares outstanding.

(a) The per share amounts and percentages reflect income and expenses assuming inclusion of the Fund' s proportionate share of the income and expenses of the applicable HSBC Investor Portfolios.

(b) Not annualized for periods less than one year. Total return calculations do not include any sales or redemption charges.

(c) Annualized for periods less than one year.

(d) During the period certain fees were reduced. If such fee reductions had not occurred, the ratio would have been as indicated.

(e) Portfolio turnover rate is calculated by aggregating the results of multiplying the Fund' s investment percentage in the respective Portfolios by the corresponding Portfolio' s portfolio turnover rates. Portfolio turnover rate is calculated on the basis of the Fund as a whole without distinguishing between classes of shares issued.

(f) During the year ended October 31, 2008, certain HSBC Investor Portfolios in which the Fund invests in received certain nonrecurring litigation settlements. The corresponding impact to the total return was 0.11%, 0.11% and 0.11% for Class A Shares, Class B Shares and Class C Shares, respectively.

(g) Rounds to less than \$0.01.

(h) Class A Shares commenced operations on February 14, 2005.

(i) Class B Shares commenced operations on February 9, 2005.

(j) Class C Shares commenced operations on June 9, 2005.

27 HSBC INVESTOR LIFELINE FUNDS

See notes to financial statements.

HSBC INVESTOR GROWTH STRATEGY FUND

Financial Highlights

Selected data for a share outstanding throughout the periods indicated. (a)

	Investment Activities				Dividends			
	Net Asset Value, Beginning of Period	Net Investment Income (Loss)	Net Realized and Unrealized Gains (Losses) from Investment Transactions	Total from Investment Activities	Net Investment Income	Net Realized Gains from Investment Transactions	Total Dividends	Net Asset Value, End of Period
CLASS A SHARES								
Period Ended October 31, 2005(f)	\$ 10.00	0.02	0.70	0.72	—	—	—	\$ 10.72

Year Ended October 31, 2006	10.72	0.07	1.69	1.76	–	(0.03)	(0.03)	12.45
Year Ended October 31, 2007	12.45	0.11*	2.34	2.45	(0.08)	(0.09)	(0.17)	14.73
Year Ended October 31, 2008	14.73	0.12*	(5.21)	(5.09)	(0.09)	(0.74)	(0.83)	8.81

CLASS B SHARES

Period Ended October 31, 2005(i)	\$ 10.00	(0.01)	0.79	0.78	–	–	–	\$ 10.78
Year Ended October 31, 2006	10.78	0.02	1.66	1.68	–	(0.03)	(0.03)	12.43
Year Ended October 31, 2007	12.43	0.01*	2.34	2.35	(0.02)	(0.09)	(0.11)	14.67
Year Ended October 31, 2008	14.67	0.03*	(5.20)	(5.17)	–(k)	(0.74)	(0.74)	8.76

CLASS C SHARES

Period Ended October 31, 2005(j)	\$ 10.00	(0.02)	0.84	0.82	–	–	–	\$ 10.82
Year Ended October 31, 2006	10.82	0.02	1.67	1.69	–	(0.03)	(0.03)	12.48
Year Ended October 31, 2007	12.48	0.01*	2.35	2.36	(0.01)	(0.09)	(0.10)	14.74
Year Ended October 31, 2008	14.74	0.03*	(5.22)	(5.19)	(0.01)	(0.74)	(0.75)	8.80

Ratios/Supplementary Data

	Total Return(b)	Net Assets at End of Period (000' s)	Ratio of Net Expenses to Average Net Assets(c)	Ratio of Net Investment Income (Loss) to Average Net Assets(c)	Ratio of Expenses to Average Net Assets(c)(d)	Portfolio Turnover Rate(e)
CLASS A SHARES						
Period Ended October 31, 2005(f)	7.20%	\$ 2,814	1.50%	0.42%	5.19%	69.23%
Year Ended October 31, 2006	16.41%	12,562	1.50%	0.87%	2.19%	80.30%
Year Ended October 31, 2007	19.92%(g)	21,352	1.50%	0.84%	1.65%	73.45%
Year Ended October 31, 2008	(36.43)%(h)	13,908	1.50%	0.98%	1.53%	78.59%
CLASS B SHARES						
Period Ended October 31, 2005(i)	7.80%	\$ 2,670	2.25%	(0.38)%	5.74%	69.23%
Year Ended October 31, 2006	15.57%	8,702	2.25%	0.11%	2.94%	80.30%
Year Ended October 31, 2007	18.98%(g)	13,905	2.25%	0.09%	2.40%	73.45%
Year Ended October 31, 2008	(36.95)%(h)	9,516	2.25%	0.24%	2.28%	78.59%
CLASS C SHARES						
Period Ended October 31, 2005(j)	8.20%	\$ 106	2.25%	(0.55)%	5.24%	69.23%
Year Ended October 31, 2006	15.61%	585	2.25%	0.14%	2.90%	80.30%
Year Ended October 31, 2007	19.04%(g)	1,273	2.25%	0.07%	2.39%	73.45%
Year Ended October 31, 2008	(36.94)%(h)	937	2.25%	0.25%	2.29%	78.59%

* Calculated based on average shares outstanding.

(a) The per share amounts and percentages reflect income and expenses assuming inclusion of the Fund' s proportionate share of the income and expenses of the applicable HSBC Investor Portfolios.

(b) Not annualized for periods less than one year. Total return calculations do not include any sales or redemption charges.

(c) Annualized for periods less than one year.

(d) During the period certain fees were reduced. If such fee reductions had not occurred, the ratio would have been as indicated.

(e) Portfolio turnover rate is calculated by aggregating the results of multiplying the Fund' s investment percentage in the respective Portfolios by the corresponding Portfolio' s portfolio turnover rates. Portfolio turnover rate is calculated on the basis of the Fund as a whole without distinguishing between classes of shares issued.

(f) Class A Shares commenced operations on February 8, 2005.

(g) During the year ended October 31, 2007, certain HSBC Investor Portfolios in which the Fund invests in received monies related to certain nonrecurring litigation settlements. The corresponding impact to the total return was 0.23%, 0.24% and 0.23% for Class A Shares, Class B Shares and Class C Shares, respectively.

- (h) During the year ended October 31, 2008, certain HSBC Investor Portfolios in which the Fund invests in received monies related to certain nonrecurring litigation settlements. The corresponding impact to the total return was 0.15%, 0.15% and 0.15% for Class A Shares, Class B Shares and Class C Shares, respectively.
- (i) Class B Shares commenced operations on February 1, 2005.
- (j) Class C Shares commenced operations on April 27, 2005.
- (k) Rounds to less than \$0.01.

See notes to financial statements.

HSBC INVESTOR LIFELINE FUNDS 28

HSBC INVESTOR MODERATE GROWTH STRATEGY FUND

Financial Highlights

Selected data for a share outstanding throughout the periods indicated. (a)

Investment Activities				Dividends				
Net Asset Value, Beginning of Period	Net Investment Income (Loss)	Net Realized and Unrealized Gains (Losses) from Investment Transactions	Total from Investment Activities	Net Investment Income	Net Realized Gains from Investment Transactions	Return of Capital	Total Dividends	Net Asset Value, End of Period

CLASS A SHARES

Period Ended October 31, 2005(f)	\$ 10.00	0.04	0.45	0.49	-(g)	-	-	-(g)	\$ 10.49
Year Ended October 31, 2006	10.49	0.17	1.23	1.40	(0.17)	(0.01)	-	(0.18)	11.71
Year Ended October 31, 2007	11.71	0.21*	1.65	1.86	(0.20)	(0.10)	-	(0.30)	13.27
Year Ended October 31, 2008	13.27	0.20*	(4.08)	(3.88)	(0.19)	(0.50)	(0.01)	(0.70)	8.69

CLASS B SHARES

Period Ended October 31, 2005(j)	\$ 10.00	0.01	0.49	0.50	-(g)	-	-	-(g)	\$ 10.50
Year Ended October 31, 2006	10.50	0.09	1.22	1.31	(0.08)	(0.01)	-	(0.09)	11.72
Year Ended October 31, 2007	11.72	0.12*	1.65	1.77	(0.12)	(0.10)	-	(0.22)	13.27
Year Ended October 31, 2008	13.27	0.11*	(4.08)	(3.97)	(0.10)	(0.50)	(0.01)	(0.61)	8.69

CLASS C SHARES

Period Ended October 31, 2005(k)	\$ 10.00	-(g)	0.28	0.28	-	-	-	-	\$ 10.28
Year Ended October 31, 2006	10.28	0.09	1.19	1.28	(0.08)	(0.01)	-	(0.09)	11.47
Year Ended October 31, 2007	11.47	0.12*	1.60	1.72	(0.12)	(0.10)	-	(0.22)	12.97
Year Ended October 31, 2008	12.97	0.11*	(3.97)	(3.86)	(0.11)	(0.50)	(0.01)	(0.62)	8.49

Ratios/Supplementary Data

	Total Return(b)	Net Assets at End of Period (000' s)	Ratio of Net Expenses to Average Net Assets(c)	Ratio of Net Investment Income (Loss) to Average Net Assets(c)	Ratio of Expenses to Average Net Assets(c)(d)	Portfolio Turnover Rate(e)
CLASS A SHARES						
Period Ended October 31, 2005(f)	4.94%	\$ 3,241	1.50%	0.95%	4.30%	84.55%
Year Ended October 31, 2006	13.40%	11,973	1.50%	1.65%	2.12%	101.57%
Year Ended October 31, 2007	16.12%(h)	20,140	1.50%	1.70%	1.60%	92.87%
Year Ended October 31, 2008	(30.65)%(i)	14,226	1.48%	1.75%	1.48%	79.86%
CLASS B SHARES						
Period Ended October 31, 2005(j)	5.03%	\$ 3,604	2.25%	0.18%	5.01%	84.55%
Year Ended October 31, 2006	12.45%	10,731	2.25%	0.91%	2.87%	101.57%
Year Ended October 31, 2007	15.25%(h)	16,513	2.25%	0.95%	2.35%	92.87%
Year Ended October 31, 2008	(31.17)%(i)	12,354	2.23%	1.00%	2.23%	79.86%
CLASS C SHARES						
Period Ended October 31, 2005(k)	2.80%	\$ 278	2.25%	0.05%	4.69%	84.55%
Year Ended October 31, 2006	12.53%	763	2.25%	0.87%	2.83%	101.57%
Year Ended October 31, 2007	15.20%(h)	1,766	2.25%	0.95%	2.33%	92.87%

Year Ended October 31, 2008	(31.09)%(i)	1,408	2.23%	1.00%	2.23%	79.86%
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* Calculated based on average shares outstanding.

(a) The per share amounts and percentages reflect income and expenses assuming inclusion of the Fund' s proportionate share of the income and expenses of the applicable HSBC Investor Portfolios.

(b) Not annualized for periods less than one year. Total return calculations do not include any sales or redemption charges.

(c) Annualized for periods less than one year.

(d) During the period certain fees were reduced. If such fee reductions had not occurred, the ratio would have been as indicated.

(e) Portfolio turnover rate is calculated by aggregating the results of multiplying the Fund' s investment percentage in the respective Portfolios by the corresponding Portfolio' s portfolio turnover rates. Portfolio turnover rate is calculated on the basis of the Fund as a whole without distinguishing between classes of shares issued.

(f) Class A Shares commenced operations on February 3, 2005.

(g) Rounds to less than \$0.01.

- (h) During the year ended October 31, 2007, certain HSBC Investor Portfolios in which the Fund invests in received monies related to certain nonrecurring litigation settlements. The corresponding impact to the total return was 0.41%, 0.41% and 0.33% for Class A Shares, Class B Shares and Class C Shares, respectively.
- (i) During the year ended October 31, 2008, certain HSBC Investor Portfolios in which the Fund invests in received monies related to certain nonrecurring litigation settlements. The corresponding impact to the total return was 0.19%, 0.19% and 0.19% for Class A Shares, Class B Shares and Class C Shares, respectively.
- (j) Class B Shares commenced operations on February 1, 2005.
- (k) Class C Shares commenced operations on June 9, 2005.

29 HSBC INVESTOR LIFELINE FUNDS

See notes to financial statements.

HSBC INVESTOR CONSERVATIVE GROWTH STRATEGY FUND

Financial Highlights

Selected data for a share outstanding throughout the periods indicated. (a)

Investment Activities	Dividends
<hr/>	<hr/>

	Net Asset Value, Beginning of Period	Net Investment Income (Loss)	Net Realized and Unrealized Gains (Losses) from Investment Transactions	Total from Investment Activities	Net Investment Income	Net Realized Gains from Investment Transactions	Total Dividends	Net Asset Value, End of Period
CLASS A SHARES								
Period Ended October 31, 2005(i)	\$ 10.00	0.04	0.26	0.30	(0.01)	–	(0.01)	\$ 10.29
Year Ended October 31, 2006	10.29	0.22	0.85	1.07	(0.25)	–	(0.25)	11.11
Year Ended October 31, 2007	11.11	0.29*	1.03	1.32	(0.27)	(0.12)	(0.39)	12.04
Year Ended October 31, 2008	12.04	0.24*	(2.93)	(2.69)	(0.25)	(0.26)	(0.51)	8.84
CLASS B SHARES								
Period Ended October 31, 2005(j)	\$ 10.00	0.03	0.16	0.19	–(f)	–	–(f)	\$ 10.19
Year Ended October 31, 2006	10.19	0.15	0.83	0.98	(0.16)	–	(0.16)	11.01
Year Ended October 31, 2007	11.01	0.20*	1.05	1.25	(0.20)	(0.12)	(0.32)	11.94
Year Ended October 31, 2008	11.94	0.16*	(2.91)	(2.75)	(0.17)	(0.26)	(0.43)	8.76
CLASS C SHARES								
Period Ended October 31, 2005(k)	\$ 10.00	0.03	0.38	0.41	–	–	–	\$ 10.41
Year Ended October 31, 2006	10.41	0.15	0.85	1.00	(0.17)	–	(0.17)	11.24
Year Ended October 31, 2007	11.24	0.21*	1.11	1.32	(0.19)	(0.12)	(0.31)	12.25
Year Ended October 31, 2008	12.25	0.16*	(2.98)	(2.82)	(0.17)	(0.26)	(0.43)	9.00

Ratios/Supplementary Data

	Total Return(b)	Net Assets at End of Period (000' s)	Ratio of Net Expenses to Average Net Assets(c)	Ratio of Net Investment Income (Loss) to Average Net Assets(c)	Ratio of Expenses to Average Net Assets(c)(d)	Portfolio Turnover Rate(e)
CLASS A SHARES						
Period Ended October 31, 2005(i)	2.96%	\$ 1,054	1.50%	1.28%	8.01%	72.14%
Year Ended October 31, 2006	10.48%	3,069	1.50%	2.33%	3.22%	96.58%
Year Ended October 31, 2007	12.13%(g)	6,669	1.50%	2.52%	2.06%	88.67%
Year Ended October 31, 2008	(23.17)%(h)	4,747	1.50%	2.24%	1.72%	68.74%
CLASS B SHARES						
Period Ended October 31, 2005(j)	1.92%	\$ 1,306	2.25%	0.53%	9.21%	72.14%
Year Ended October 31, 2006	9.65%	2,567	2.25%	1.54%	3.98%	96.58%
Year Ended October 31, 2007	11.51%(g)	4,928	2.25%	1.77%	2.82%	88.67%
Year Ended October 31, 2008	(23.76)%(h)	4,348	2.25%	1.48%	2.48%	68.74%
CLASS C SHARES						
Period Ended October 31, 2005(k)	4.10%	\$ 82	2.25%	0.66%	7.94%	72.14%

Year Ended October 31, 2006	9.66%	320	2.25%	1.56%	3.92%	96.58%
Year Ended October 31, 2007	11.97%(g)	437	2.25%	1.78%	2.85%	88.67%
Year Ended October 31, 2008	(23.73)%(h)	430	2.25%	1.46%	2.48%	68.74%

* Calculated based on average shares outstanding.

(a) The per share amounts and percentages reflect income and expenses assuming inclusion of the Fund' s proportionate share of the income and expenses of the applicable HSBC Investor Portfolios.

(b) Not annualized for periods less than one year. Total return calculations do not include any sales or redemption charges.

(c) Annualized for periods less than one year.

(d) During the period certain fees were reduced. If such fee reductions had not occurred, the ratio would have been as indicated.

(e) Portfolio turnover rate is calculated by aggregating the results of multiplying the Fund' s investment percentage in the respective Portfolios by the corresponding Portfolio' s portfolio turnover rates. Portfolio turnover rate is calculated on the basis of the Fund as a whole without distinguishing between classes of shares issued.

(f) Rounds to less than \$0.01.

- (g) During the year ended October 31, 2007, certain HSBC Investor Portfolios in which the Fund invests in received monies related to certain nonrecurring litigation settlements. The corresponding impact to the total return was 0.44%, 0.47% and 0.48% for Class A Shares, Class B Shares and Class C Shares, respectively.
- (h) During the year ended October 31, 2008, certain HSBC Investor Portfolios in which the Fund invests in received monies related to certain nonrecurring litigation settlements. The corresponding impact to the total return was 0.19%, 0.19% and 0.19% for Class A Shares, Class B Shares and Class C Shares, respectively.
- (i) Class A Shares commenced operations on February 23, 2005.
- (j) Class B Shares commenced operations on February 17, 2005.
- (k) Class C Shares commenced operations on April 19, 2005.

See notes to financial statements.

HSBC INVESTOR LIFELINE FUNDS 30

HSBC INVESTOR LIFELINE FUNDS

Notes to Financial Statements—As of October 31, 2008

1. Organization:

The HSBC Investor Funds (the “Trust”), a Massachusetts business trust organized on April 22, 1987, is registered under the Investment Company Act of 1940, as amended (the “Act”), as an open-end management investment company. As of October 31, 2008, the Trust is comprised of 19 separate operational funds, each a series of the HSBC Investor Family of Funds. The accompanying financial statements are presented for the following 4 funds (individually a “Fund”, collectively the “LifeLine Funds”):

Fund	Short Name
_____	_____
HSBC Investor Aggressive Growth Strategy Fund	Aggressive Growth Fund
HSBC Investor Growth Strategy Fund	Growth Strategy Fund
HSBC Investor Moderate Growth Strategy Fund	Moderate Growth Fund
HSBC Investor Conservative Growth Strategy Fund	Conservative Growth Fund

The LifeLine Funds are diversified series of the Trust and part of the HSBC Investor Family of Funds. Financial statements for all other funds of the HSBC Investor Family of Funds are published separately.

The HSBC Investor Core Plus Fixed Income Portfolio, HSBC Investor High Yield Fixed Income Portfolio, HSBC Investor Intermediate Duration Fixed Income Portfolio, HSBC Investor Growth Portfolio, HSBC Investor International Equity Portfolio, HSBC Investor Opportunity Portfolio and the HSBC Investor Value Portfolio (individually a “Portfolio,” collectively the “Portfolios”) are each diversified series of the HSBC Investor Portfolios (the “Portfolio Trust”). The Portfolios operate as master funds in master-feeder arrangements.

The HSBC Investor Prime Money Market Fund (the “Prime Money Market Fund”) is an open-end management investment company and is a diversified series of the Trust.

The financial statements of the Portfolios, including the Schedules of Portfolio Investments, are included elsewhere in this report. The financial statements of the Portfolios should be read in conjunction with the financial statements of the LifeLine Funds.

The LifeLine Funds utilize a master-feeder fund structure and seek to achieve its investment objectives by investing all of its investable assets in the Portfolios and the Prime Money Market Fund (collectively the “Underlying Portfolios”) as follows:

LifeLine Funds Portfolio Weightings

Underlying Portfolios	Aggressive Growth Fund	Growth Strategy Fund	Moderate Growth Fund	Conservative Growth Fund
Core Plus Fixed Income Portfolio	None	14%	25%	25%
High Yield Fixed Income Portfolio	None	2%	5%	8%
Intermediate Duration Fixed Income Portfolio	None	None	None	3%
Growth Portfolio	21%	21%	19%	15%
International Equity Portfolio	23%	20%	16%	10%
Opportunity Portfolio	34%	21%	11%	4%
Value Portfolio	21%	21%	18%	14%
Prime Money Market Fund	1%	1%	6%	21%

Total	100%	100%	100%	100%
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HSBC INVESTOR LIFELINE FUNDS

Notes to Financial Statements—As of October 31, 2008 (continued)

LifeLine Funds Portfolio Investments

Underlying Portfolios	Aggressive Growth Fund	Growth Strategy Fund	Moderate Growth Fund	Conservative Growth Fund
Core Plus Fixed Income Portfolio	\$ —	\$ 3,514,143	\$ 7,079,763	\$2,329,883
High Yield Fixed Income Portfolio	—	468,980	1,362,730	746,240
Intermediate Duration Fixed Income Portfolio	—	—	—	279,768
Growth Portfolio	1,691,953	5,169,383	5,435,928	1,468,786
International Equity Portfolio	1,841,669	4,892,903	4,265,057	973,151
Opportunity Portfolio	2,775,443	4,988,081	3,188,581	396,836
Value Portfolio	1,684,159	5,145,525	5,126,129	1,364,560

Prime Money Market Fund	74,513	230,718	1,629,963	1,974,707
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Total	\$8,067,737	\$24,409,733	\$28,088,151	\$9,533,931
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The LifeLine Funds are authorized to issue an unlimited number of shares of beneficial interest with a par value of \$0.001 per share. Each Fund offers three classes of shares: Class A Shares, Class B Shares and Class C Shares. Class A Shares of the Aggressive Growth Fund, Growth Strategy Fund, Moderate Growth Fund, and the Conservative Growth Fund have a maximum sales charge of 5.00% as a percentage of the original purchase price. The Class B Shares of the LifeLine Funds are offered without any front-end sales charge, but will be subject to a contingent deferred sales charge (“CDSC”) ranging from a maximum of 4.00% if redeemed less than one year after purchase to 0.00% if redeemed more than four years after purchase. Class C Shares of the LifeLine Funds are offered without any front-end sales charge, but will be subject to a maximum CDSC of 1.00% if redeemed less than one year after purchase. Each class of shares in the LifeLine Funds has identical rights and privileges except with respect to arrangements pertaining to shareholder servicing or distribution, class-related expenses, voting rights on matters affecting a single class of shares, and the exchange privileges of each class of shares.

Under the Trust’s organizational documents, the LifeLine Funds’ Officers and Trustees are indemnified against certain liabilities arising out of the performance of their duties to the LifeLine Funds. In addition, in the normal course of business, the LifeLine Funds enter into contracts with its service providers, which also provide for indemnifications by the LifeLine Funds. The LifeLine Funds’ maximum exposure under these arrangements is unknown as this would involve any future claims that may be made against the LifeLine Funds. However, based on experience, the LifeLine Funds expect that risk of loss to be remote.

2. Significant Accounting Policies:

The following is a summary of the significant accounting policies followed by the LifeLine Funds in the preparation of their financial statements. The policies are in conformity with U.S. generally accepted accounting principles (“GAAP”). The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of income and expenses for the period. Actual results could differ from those estimates.

Securities Valuation:

The LifeLine Funds record their investments in the Underlying Portfolios at fair value. The LifeLine Funds record their investments in the Prime Money Market Fund at the respective net asset value reported by the fund. The underlying securities of the Portfolios and the Prime Money Market Fund are recorded at fair value and at amortized cost, respectively, as more fully discussed in the notes to those financial statements.

Investment Transactions and Related Income:

The LifeLine Funds record daily their pro-rata income, expenses and unrealized/realized gains and losses derived from their respective Portfolio. Dividend income is recorded on the ex-dividend date for the Prime Money Market Fund. Changes in holdings of the Prime Money Market Fund for each LifeLine Fund are reflected no later than the first business day following trade date. However, for financial reporting purposes, changes in holdings of the Prime Money Market Fund are reflected as of trade date. In addition, the LifeLine Funds accrue their own expenses daily as incurred.

HSBC INVESTOR LIFELINE FUNDS

Notes to Financial Statements—As of October 31, 2008 (continued)**Allocations:**

Expenses directly attributable to a Fund are charged to that Fund. Expenses not directly attributable to a Fund are allocated proportionately among various or all LifeLine Funds within the HSBC Investor Family of Funds in relation to the net assets of each Fund or on another reasonable basis. Class specific expenses are charged directly to the class incurring the expense. In addition, income, expenses (other than class specific expenses), and unrealized/realized gains and losses are allocated to each class based on relative net assets on a daily basis.

Dividends to Shareholders:

Dividends from net investment income, if any, are declared and distributed quarterly in the case of the Moderate Growth Fund and Conservative Growth Fund, and annually in the case of the Aggressive Growth Fund and Growth Strategy Fund.

The LifeLine Funds' net realized gains, if any, are distributed to shareholders at least annually. Additional distributions are also made to the LifeLine Funds' shareholders to the extent necessary to avoid the federal excise tax on certain undistributed income and net capital gains of regulated investment companies.

The amount and character of net investment income and net realized gains distributions are determined in accordance with federal income tax regulations which may differ from GAAP. These "book/tax" differences are either considered temporary or permanent in nature. To the extent these differences are permanent in nature (e.g., reclassification of market discounts, certain gain/loss, paydowns, and certain distributions), such amounts are reclassified within the composition of net assets; temporary differences (e.g., wash losses and post-october loss deferrals) do not require reclassification. The LifeLine Funds may utilize equalization accounting for tax purposes and designate earnings and profits, including net realized gains distributed to shareholders on redemption of shares, as a part of the dividends paid deduction for income tax purposes.

Redemption Fee:

A redemption fee of 2.00% will be charged and recorded as paid-in-capital for any shares redeemed or exchanged after holding them for less than 30 days. This fee does not apply to shares purchased through reinvested dividends or capital gains or shares held in

certain omnibus accounts or retirement plans that cannot implement the fee. For the fiscal years ended October 31, 2007 and October 31, 2008, respective of the following LifeLine Funds collected redemption fees as follows:

Fund	Fees Collected October 31, 2007	Fees Collected October 31, 2008
Aggressive Growth Fund	\$ 1,573	\$ 119
Growth Strategy Fund	729	1,152
Moderate Growth Fund	515	187
Conservative Growth Fund	1,305	2,849

Federal Income Taxes:

Each Fund is a separate taxable entity for federal income tax purposes. Each Fund has qualified and intends to continue to qualify each year as a “regulated investment company” under Subchapter M of the Internal Revenue Code, as amended and to distribute substantially all of their taxable net investment income and net realized gains, if any, to their shareholders. Accordingly, no provision for federal income or excise tax is required.

In addition, effective April 30, 2008, the Funds adopted Financial Accounting Standards Board Interpretation No. 48, Accounting for Uncertainty in Income Taxes (“FIN 48”). FIN 48 provides guidance for how uncertain tax positions should be recognized, measured, presented and disclosed in the financial statements. FIN 48 requires the affirmative evaluation of tax positions taken or expected to be taken in the course of preparing the Trust’s tax returns to determine whether it is more-likely-than-not (i.e., greater than 50-percent) that each tax position will be sustained upon examination by a taxing authority based on the technical merits of the position. A tax position that meets the more-likely-than-not recognition threshold is measured to determine the amount of benefit to recognize in the financial statements. Differences between tax positions taken in a tax return and amounts recognized in the financial statements will generally result in an increase in a liability for taxes payable (or a reduction of a tax refund receivable), including the recognition of any related interest and penalties as an operating expense. Implementation of FIN 48 included a review of tax positions taken in tax years that remain subject to examination by tax authorities in all major tax jurisdictions, including federal (i.e., the last 4

tax year ends and the interim tax period since then, as applicable). The adoption of FIN 48 did not impact the Funds' net assets or results of operations.

HSBC INVESTOR LIFELINE FUNDS

Notes to Financial Statements—As of October 31, 2008 (continued)

New Accounting Pronouncements:

In September 2006, the Financial Accounting Standards Board ("FASB") issued Statement on Financial Accounting Standards ("SFAS") No. 157, "Fair Value Measurements" ("SFAS No. 157"). This standard establishes a single authoritative definition of fair value, sets out a framework for measuring fair value and requires additional disclosures about fair value measurements. SFAS No. 157 applies to fair value measurements already required or permitted by existing standards. SFAS No. 157 is effective for financial statements issued for fiscal years beginning after November 15, 2007 and interim periods within those fiscal years. The changes to current generally accepted accounting principles from the application of this Statement relate to the definition of fair value, the methods used to measure fair value, and the expanded disclosures about fair value measurements. Effective November 1, 2008 the Trust adopted SFAS No. 157. The adoption of this standard did not have an impact to the net assets or results of operations of the Fund, however, additional disclosures will be required about the inputs used to develop fair value measurements and the effect of certain measurements on the changes in net assets in fiscal reporting periods subsequent to the adoption date.

In March 2008, the FASB issued the SFAS No. 161, "Disclosures about Derivative Instruments and Hedging Activities" ("SFAS 161"). SFAS 161 is effective for fiscal years and interim periods beginning after November 15, 2008. SFAS 161 requires enhanced disclosures about the Fund's derivative and hedging activities, including how such activities are accounted for and their effect on the Lifeline Funds financial position, performance and cash flows. Management is currently evaluating the impact, the adoption of SFAS 161 will have on the Fund's financial statements and related disclosures.

3. Related Party Transactions:

Investment Management:

HSBC Global Asset Management (USA) Inc. (“HSBC” or the “Investment Adviser”), a wholly owned subsidiary of HSBC Bank USA, N.A., a national bank organized under the laws of the United States, acts as Investment Adviser to the LifeLine Funds. As Investment Adviser, HSBC manages the investments of the LifeLine Funds and continuously reviews, supervises and administers the LifeLine Funds’ investments. For its services as Investment Adviser, HSBC is entitled to receive a fee, computed daily and paid monthly, based on average daily net assets, at an annual rate of 0.05% for each Fund.

Administration:

HSBC serves the LifeLine Funds as Administrator. Under the terms of the Administration Agreement, HSBC receives from the LifeLine Funds a fee, accrued daily and paid monthly, at an annual rate of:

Based on Average Daily Net Assets of	Fee Rate
Up to \$12 billion	0.0525%
In excess of \$12 billion	0.0350%

The fee breakpoints are determined on the basis of the aggregate average daily net assets of the HSBC Investor Family of Funds. The fee is allocated to each series of the HSBC Investor Family of Funds based upon its pro-rata share of net assets. For assets invested in Underlying Portfolios by LifeLine Funds, the Portfolios pay half of the administration fee and the LifeLine Funds pay half, for a combination of the total fee rate above.

The administration fees accrued for each class by Fund, of which 50% of such fees are deemed to be class specific, are as follows:

	Aggressive Growth Strategy Fund	Growth Strategy Fund	Moderate Growth Fund	Conservative Growth Fund
Class A	\$ 1,432	\$ 4,101	\$ 3,986	\$ 1,270
Class B	991	2,808	3,461	1,163
Class C	100	276	395	114
Total	\$ 2,523	\$ 7,185	\$ 7,842	\$ 2,547

Pursuant to a Sub-Administration Agreement with HSBC, Citi Fund Services Ohio, Inc. (“Citi Ohio”), a wholly-owned subsidiary of Citigroup, Inc., serves as the Trust’s Sub-Administrator, subject to the general supervision of the Trusts’ Board of Trustees and HSBC. For these services, Citi Ohio is entitled to a fee, payable by HSBC, at an annual rate equivalent to the fee rates set forth above, minus 0.02% (2 basis points) which is retained by HSBC.

HSBC INVESTOR LIFELINE FUNDS

Notes to Financial Statements—As of October 31, 2008 (continued)

Under a Compliance Services Agreement between the Trusts and Citi Ohio (the “CCO Agreement”), Citi Ohio makes an employee available to serve as the Trusts’ Chief Compliance Officer (the “CCO”). Under the CCO Agreement, Citi Ohio also provides infrastructure and support in implementing the written policies and procedures comprising the Trusts’ compliance program, including support services to the CCO. For the services provided under the CCO Agreement, the HSBC Investor Family of Funds paid Citi Ohio \$250,800 for the year ended October 31, 2008, plus reimbursement of certain out of pocket expenses. Expenses incurred are reflected on the Statements of Operations as “Compliance Service.” Citi Ohio pays the salary and other compensation earned by any such individuals as employees of Citi Ohio.

Distribution Plan:

Foreside Distribution Services, L.P. (“Foreside”), a wholly-owned subsidiary of Foreside Financial Group LLC, serves the Trust as Distributor (the “Distributor”). The Trust has adopted a non-compensatory Distribution Plan and Agreement (the “Plan”) pursuant to Rule 12b-1 of the Act. The Plan provides for reimbursement of expenses incurred by the Distributor related to distribution and marketing, at a rate not to exceed 0.25%, 1.00%, and 1.00% of the average daily net assets of Class A Shares (currently not being charged), Class B Shares (currently charging 0.75%), and Class C Shares (currently charging 0.75%) of the LifeLine Funds, respectively. Foreside, as Distributor, also received \$609,707, \$380,866 and \$21,569 in commissions from sales of HSBC Investor Family of Funds, for Class A Shares, Class B Shares, and Class C Shares, respectively of which \$433,949, \$280,535, and \$14,592 were reallocated to affiliated brokers and dealers, for Class A Shares, Class B Shares, and Class C Shares, respectively.

Shareholder Servicing:

The Trust has adopted an Shareholder Services Plan, formerly known as Administrative Service Plan, which provides for payments to Shareholder Servicing Agents (which currently consist of HSBC and its affiliates) for providing various shareholder services. For performing these services, the Shareholder Servicing Agents receive a fee up to 0.25%, 0.25%, and 0.25% that is computed daily and paid monthly equal to a percentage of average daily net assets of Class A Shares, Class B Shares and Class C Shares of the Lifeline Funds, respectively. The fees paid to the Distributor pursuant to the Distribution Plan and to shareholder servicing agents pursuant to the Shareholder Services Plan currently are not intended to exceed, in the aggregate, 0.25% of the average daily net assets of Class A Shares, 1.00% of the average daily net assets of Class B Shares and Class C Shares.

Fund Accounting, Transfer Agency and Trustee:

Citi Ohio provides fund accounting and transfer agency services for each Fund. As Transfer Agent for the LifeLine Funds, Citi Ohio receives a fee based on the number of LifeLine Funds and shareholder accounts, subject to certain minimums and reimbursement of certain expenses. As Fund Accountant for the LifeLine Funds, Citi Ohio receives an annual fee per Fund and share class, subject to minimums and reimbursement of certain expenses.

Effective April 1, 2008 each of the non-interested Trustees are compensated with a \$60,000 annual Board retainer, as well as a \$3,000 annual retainer for each Committee of the Board. Each non-interested Trustee also receives a \$5,000 and \$3,000 meeting fee for each regular in-person Board meeting and Committee meeting, respectively. Furthermore, each non-interested Trustee receives compensation for attending special meetings and/or functioning as a Committee Chairperson or Lead Trustee. In addition, the non-interested Trustees are reimbursed for certain expenses incurred in connection with their Board membership.

Prior to April 1, 2008 each of the non-interested Trustees were compensated with a \$35,000 annual Board retainer, as well as a \$3,000 annual retainer for each Committee of the Board. Each non-interested Trustee also received a \$5,000 and \$3,000 meeting fee for each regular in-person Board meeting and Committee meeting, respectively. Furthermore, each non-interested Trustee received compensation for attending special meetings and/or functioning as a Committee Chairperson or Lead Trustee. In addition, the non-interested Trustees were reimbursed for certain expenses incurred in connection with their Board membership.

Fee Reductions:

The Investment Adviser has agreed to contractually limit through March 1, 2009 the total expenses, exclusive of interest, taxes, brokerage commissions, and extraordinary expenses of the LifeLine Funds. Each Fund Class has its own expense limitations based on the average daily net assets for any full fiscal year as follows: Class A Shares 1.50%, Class B Shares 2.25%, Class C Shares 2.25%.

The Administrator and Citi Ohio may voluntarily waive/reimburse fees to help support the expense limits of each Fund. In addition, the Investment Adviser may waive/reimburse additional fees at their discretion. Amounts waived/reimbursed by the Investment Adviser, Administrator, and Citi Ohio are reported separately on the Statements of Operations, as applicable. All contractual and any voluntary fee waivers/reimbursements are not subject to recoupment in subsequent fiscal periods. Voluntary waivers/reimbursements may be stopped at any time.

4. Investment Transactions:

Aggregate contributions and withdrawals of the Underlying Portfolios for the year ended October 31, 2008 totaled:

	Contributions	Withdrawals
	_____	_____
Aggressive Growth Fund	\$ 3,120,255	\$ 2,057,906
Growth Strategy Fund	8,228,397	6,694,064
Moderate Growth Fund	10,956,451	8,966,405
Conservative Growth Fund	4,525,048	4,097,349

5. Federal Tax Information:

The tax character of dividends paid by the LifeLine Funds as of the latest tax year ended October 31, 2008 were as follows:

Distributions paid from

	Ordinary Income	Net Long-Term Gains	Total Taxable Dividends	Return of Capital	Total Dividends Paid*
Aggressive Growth Fund	\$ 87,226	\$ 667,264	\$ 754,490	\$ 3,134	\$ 757,624
Growth Strategy Fund	434,489	1,575,492	2,009,981	–	2,009,981
Moderate Growth Fund	686,794	1,257,947	1,944,741	40,611	1,985,352
Conservative Growth Fund	265,882	228,458	494,340	527	494,867

The tax character of dividends paid by the LifeLine Funds as of the latest tax year ended October 31, 2007 were as follows:

Distributions paid from

	Ordinary Income	Net Long-Term Gains	Total Taxable Dividends	Return of Capital	Total Dividends Paid*
Aggressive Growth Fund	\$ –	\$ –	\$ –	\$ –	\$ –
Growth Strategy Fund	103,401	164,526	267,927	–	267,927

Moderate Growth Fund	406,849	208,376	615,225	–	615,225
Conservative Growth Fund	156,824	67,208	224,032	–	224,032

* Total dividends paid may differ from the amount reported in the Statement of Changes in Net Assets because dividends are recognized when actually paid for tax purposes.

As of the latest tax year end October 31, 2008, the components of accumulated earnings/(deficit) on a tax basis for the LifeLine Funds were as follows:

	Undistributed Ordinary Income	Undistributed Long-Term Capital Gains (Losses)	Accumulated Earnings	Dividends Payable	Accumulated Capital and Other Losses	Unrealized Appreciation (Depreciation)(1)	Total Accumulated Earnings/ (Deficit)
Aggressive Growth Fund	\$ –	\$ –	\$ –	\$ –	\$ (911,837)	\$ (2,704,622)	\$ (3,616,459)
Growth Strategy Fund	117,076	–	117,076	–	(2,102,770)	(7,284,593)	(9,270,287)
Moderate Growth Fund	–	–	–	–	(1,920,789)	(7,117,440)	(9,038,229)
Conservative Growth Fund	–	–	–	–	(522,075)	(1,962,987)	(2,485,062)

(1) The differences between book-basis and tax-basis unrealized appreciation/depreciation are attributable primarily to: tax deferral of losses on wash sales, the realization for tax purposes of unrealized gains/losses on certain derivative instruments, the difference between book and tax amortization methods for premium and market discount, the realization for tax purposes of unrealized gains/losses on investments in passive foreign investment companies, and the return of capital adjustments from real estate investment trusts.

HSBC INVESTOR LIFELINE FUNDS

Notes to Financial Statements—As of October 31, 2008 (continued)

As of the latest tax year ended of October 31, 2008, the following Funds have net capital loss carryforwards, which are available to offset future realized gains, if any, to the extent provided by the Treasury regulations. To the extent that these carryforwards are used to offset future capital gains, it is probable that the gains that are offset will not be distributed to shareholders.

Fund	Amount	Expires
Aggressive Growth Fund	\$ 911,837	2016
Growth Strategy Fund	2,102,771	2016
Moderate Growth Fund	1,920,789	2016
Conservative Growth Fund	522,075	2016

6. Legal and Regulatory Matters:

On September 26, 2006 BISYS Fund Services, Inc. (“BISYS”), an affiliate of BISYS Fund Services Ohio, Inc. which provides various services to the LifeLine Funds as described in footnote 3, reached a settlement with the Securities and Exchange Commission (“the SEC”) regarding the SEC’s investigation related to BISYS’ past payment of certain marketing and other expenses with respect to certain of its mutual fund clients. Although BISYS has reached a settlement with the SEC, the LifeLine Funds’ management is not aware that any determination has been made as to how the BISYS settlement monies will be distributed. While the LifeLine Funds’ management is currently unable to determine the impact, if any, of such matters on the Portfolios or the LifeLine Funds’ financial

statements, management does not anticipate a material, adverse impact to the LifeLine Funds or the LifeLine Funds' financial statements.

7. Subsequent Event (unaudited):

Each of the Underlying Portfolios represents a different asset class. At a Board meeting held on December 8-9, 2008, HSBC Global Asset Management (USA) Inc. (the "Adviser"), the investment adviser to the LifeLine Funds, received approval from the Board to restructure the LifeLine Funds and how the Funds invest in their respective asset classes in order to provide the Funds with greater flexibility. The LifeLine Funds normally invest in affiliated Underlying Portfolios, *i.e.*, those funds within the HSBC Family of Funds. The change in structure will allow a LifeLine Fund to invest in unaffiliated underlying funds in order to gain access to other managers with similar asset classes. The change in structure will also allow a LifeLine Fund to invest in a specified asset class as opposed to a specified underlying fund. As an example, the HSBC Investor Aggressive Growth Strategy Fund currently invests 21% of its portfolio in the HSBC Growth Portfolio. After the change, the HSBC Investor Aggressive Growth Strategy Fund may invest 21% of its assets in an underlying fund or combination of funds that invest in a portfolio of large cap growth securities. A revised target portfolio weightings table is presented below. Other than as noted below with regard to the HSBC Investor Conservative Growth Strategy Fund, the portfolio weightings of the Funds in the various asset classes remain unchanged. The Adviser will have the discretion to select and substitute underlying funds and to establish target weightings. Should the Adviser determine to change the portfolio weightings of a LifeLine Fund, shareholders of that Fund will receive 60 days' advance notice.

In addition to the above changes applicable to each LifeLine Fund, the HSBC Investor Conservative Growth Strategy Fund will no longer allocate 3% of its assets to the Intermediate Duration Fixed Income Portfolio (an intermediate duration fixed income asset class); rather it will allocate 28% instead of 25% to a fixed income asset class. This change is reflected in the portfolio weightings table below.

The changes to the structure of the LifeLine Funds and the allocation of the HSBC Investor Conservative Growth Strategy Fund will become effective February 9, 2009.

Asset Class	HSBC Investor	HSBC Investor	HSBC	HSBC
	Aggressive	Growth	Investor	Investor
	Growth	Strategy	Moderate	Conservative
	Strategy	Fund	Growth	Growth
	Fund			

			Strategy Fund	Strategy Fund
Large Cap Growth	21%	21%	19%	15%
Large Cap Value	21%	21%	18%	14%
Small-cap	34%	20%	11%	4%
International Equity	23%	20%	15%	10%
Fixed Income	None	15%	26%	28%
High Yield Fixed Income	None	2%	5%	8%
Money Market	1%	1%	6%	21%
Total:	100%	100%	100%	100%

REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Shareholders and Board of Trustees of
HSBC Investor LifeLine Funds:

We have audited the accompanying statements of assets and liabilities of HSBC Investor LifeLine Funds - HSBC Investor Aggressive Growth Strategy Fund, HSBC Investor Growth Strategy Fund, HSBC Investor Moderate Growth Strategy Fund and HSBC Investor Conservative Growth Strategy Fund (the Funds), as of October 31, 2008, and the related statements of operations for the year then ended, the statements of changes in net assets for each year in the two-year period then ended and the financial highlights for each period in the four-year

period then ended. These financial statements and financial highlights are the responsibility of the Funds' management. Our responsibility is to express an opinion on these financial statements and financial highlights based on our audits.

We conducted our audits in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements and financial highlights are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements and financial highlights referred to above present fairly, in all material respects, the financial position of the Funds as of October 31, 2008, the results of their operations for the year then ended, the changes in their net assets for each year in the two-year period then ended, and the financial highlights for each period in the four-year period then ended, in conformity with U.S. generally accepted accounting principles.

KPMG LLP

Columbus, Ohio
December 19, 2008

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HSBC INVESTOR LIFELINE FUNDS

Other Federal Income Tax Information (Unaudited)

For the year ended October 31, 2008, the following percentages of the total ordinary income dividends paid by the LifeLine Funds qualify for the corporate dividends received deduction available to corporate shareholders:

Fund	Dividends
	Received Deduction
Aggressive Growth Fund	67.01%
Growth Strategy Fund	40.45%

Moderate Growth Strategy Fund	34.27%
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Conservative Growth Strategy Fund	19.28%
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For the year ended October 31, 2008, dividends paid by the LifeLine Funds may be subject to a maximum tax rate of 15%, as provided for by the Jobs and Growth Tax Relief Reconciliation Act of 2003. The LifeLine Funds intend to designate the maximum amount allowable as taxed at a maximum rate of 15%. Complete information will be reported in conjunction with your 2008 Form 1099-DIV:

Fund	Qualified Dividend Income
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Aggressive Growth Fund	100.00%
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Growth Strategy Fund	71.25%
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Moderate Growth Strategy Fund	72.72%
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Conservative Growth Strategy Fund	39.29%
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During the year ended October 31, 2008, the following LifeLine Funds declared net long term capital gain distributions:

Fund	Amount
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Aggressive Growth Fund	\$ 667,264
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Growth Strategy Fund	1,575,492
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Moderate Growth Strategy Fund

1,257,947

Conservative Growth Strategy Fund

228,458

HSBC INVESTOR LIFELINE FUNDS

Table of Shareholder Expenses (Unaudited)–As of October 31, 2008

As a shareholder of the HSBC Investor LifeLine Funds (“Funds”), you incur two types of costs: (1) transaction costs, including sales charges (loads) on purchases, redemption fees; and exchange fees; (2) ongoing costs, including management fees; distribution and/or shareholder servicing fees; and other Fund expenses. These examples are intended to help you understand your ongoing costs (in dollars) of investing in the Funds and to compare these costs with the ongoing costs of investing in other mutual funds.

These examples are based on an investment of \$1,000 invested at the beginning of the period and held for the entire period from May 1, 2008 through November 31, 2008.

Actual Example

The table below provides information about actual account values and actual expenses. You may use the information below, together with the amount you invested, to estimate the expenses that you paid over the period. Simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number in the table under the heading entitled “Expenses Paid During Period” to estimate the expenses you paid on your account during this period.

		Beginning Account Value 5/1/08	Ending Account Value 10/31/08	Expenses Paid During Period* 5/1/08 – 10/31/08	Annualized Expense Ratio During Period 5/1/08 – 10/31/08
Aggressive Growth Strategy Fund	Class A Shares	\$ 1,000.00	\$ 639.90	\$ 6.18	1.50%
	Class B Shares	1,000.00	637.50	9.26	2.25%
	Class C Shares	1,000.00	638.00	9.26	2.25%
Growth Strategy Fund	Class A Shares	1,000.00	684.00	6.43	1.52%
	Class B Shares	1,000.00	681.20	9.59	2.27%
	Class C Shares	1,000.00	681.10	9.59	2.27%
Moderate Growth Strategy Fund	Class A Shares	1,000.00	736.60	6.68	1.53%
	Class B Shares	1,000.00	733.60	9.94	2.28%
	Class C Shares	1,000.00	734.20	9.94	2.28%
Conservative Growth Strategy Fund	Class A Shares	1,000.00	801.60	6.79	1.50%
	Class B Shares	1,000.00	799.20	10.18	2.25%
	Class C Shares	1,000.00	798.60	10.17	2.25%

* Expenses are equal to the average account value over the period multiplied by the Funds' annualized expense ratio, multiplied by the number of days in the most recent fiscal half-year divided by the number of days in the fiscal year (to reflect the one half year period).

HSBC INVESTOR LIFELINE FUNDS

Table of Shareholder Expenses (Unaudited)–As of October 31, 2008 (continued)

Hypothetical Example for Comparison Purposes

The table below provides information about hypothetical account values and hypothetical expenses based on the Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund's actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any transactional costs, such as sales charges (loads), redemption fees, or exchange fees. Therefore, the table is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds. In addition, if these transactional costs were included, your costs would have been higher.

		Beginning Account Value 5/1/08	Ending Account Value 10/31/08	Expenses Paid During Period* 5/1/08 – 10/31/08	Annualized Expense Ratio During Period 5/1/08 – 10/31/08
Aggressive Growth Strategy Fund	Class A Shares	\$ 1,000.00	\$1,017.60	\$ 7.61	1.50%
	Class B Shares	1,000.00	1,013.83	11.39	2.25%

	Class C Shares	1,000.00	1,013.83	11.39	2.25%
Growth Strategy Fund	Class A Shares	1,000.00	1,017.50	7.71	1.52%
	Class B Shares	1,000.00	1,013.72	11.49	2.27%
	Class C Shares	1,000.00	1,013.72	11.49	2.27%
Moderate Growth Strategy Fund	Class A Shares	1,000.00	1,017.44	7.76	1.53%
	Class B Shares	1,000.00	1,013.67	11.54	2.28%
	Class C Shares	1,000.00	1,013.67	11.54	2.28%
Conservative Growth Strategy Fund	Class A Shares	1,000.00	1,017.60	7.61	1.50%
	Class B Shares	1,000.00	1,013.83	11.39	2.25%
	Class C Shares	1,000.00	1,013.83	11.39	2.25%

* Expenses are equal to the average account value over the period multiplied by the Funds' annualized expense ratio, multiplied by the number of days in the most recent fiscal half-year divided by the number of days in the fiscal year (to reflect the one half year period).

H SBC INVESTOR CORE PLUS FIXED INCOME PORTFOLIO

Schedule of Portfolio Investments—as of October 31, 2008

Certificates of Deposit–0.1%

	Shares or Principal Amount(\$)	Value(\$)
Banking–0.1%		
First Tennessee Bank, 2.96%, 12/17/09 (a)	100,000	99,029
TOTAL CERTIFICATES OF DEPOSIT (COST \$94,978)		99,029

U.S. Government and Government Agency Obligations–43.4%

Federal Home Loan Mortgage Corp.–10.8%

Pool #1B2655, 6.21%, 12/1/34 (a)(h)	487,814	490,212
Pool #1J1313, 6.37%, 6/1/36 (a)	1,142,823	1,159,719
Pool #847557, 5.85%, 7/1/34 (a)(h)	585,641	598,062
Pool #C00368, 8.50%, 10/1/24	23,979	25,815

Pool #C00922, 8.00%, 2/1/30	142,230	150,163
Pool #C54447, 7.00%, 7/1/31	32,243	33,088
Pool #C60712, 6.50%, 11/1/31	472,414	482,778
Pool #C80387, 6.50%, 4/1/26	23,016	23,571
Pool #D62926, 6.50%, 8/1/25	19,016	19,479
Pool #G01317, 7.00%, 10/1/31	116,043	119,084
Pool #G02981, 6.00%, 6/1/37	1,009,949	1,008,749
TBA November:		
5.00%, 11/15/22	3,865,000	3,773,206
5.50%, 11/15/22	960,000	955,500
		8,839,426
Federal National Mortgage Association—23.7%		
Pool #253438, 8.50%, 9/1/30	31,300	33,652
Pool #256723, 6.50%, 5/1/37	982,919	996,901
Pool #329530, 7.00%, 12/1/25	52,627	54,838

Pool #329655, 7.00%, 11/1/25	21,900	22,820
Pool #356905, 5.66%, 10/1/36 (a)	140,731	142,435
Pool #398958, 6.50%, 10/1/12	24,077	24,644
Pool #535332, 8.50%, 4/1/30	34,148	36,727
Pool #535440, 8.50%, 8/1/30	38,193	41,063
Pool #548965, 8.50%, 7/1/30	38,096	40,959
Pool #568486, 7.00%, 1/1/31	38,058	39,422
Pool #573752, 8.50%, 2/1/31	29,026	31,208
Pool #575328, 6.50%, 4/1/31	48,163	49,220
Pool #922090, 5.84%, 3/1/37 (a)	1,676,596	1,693,705
TBA November:		
5.00%, 11/15/36	3,100,000	2,936,283
5.50%, 11/15/36	8,690,000	8,489,044
6.00%, 11/15/37	4,800,000	4,797,000
		19,429,921

Government National Mortgage Association—6.3%

Pool #346406, 7.50%, 2/15/23	41,467	43,910
Pool #412530, 7.50%, 12/15/25	68,806	72,830
Pool #781300, 7.00%, 6/15/31	112,141	114,877

TBA November:

5.00%, 11/15/36	2,800,000	2,671,374
5.50%, 11/15/36	610,000	598,181
6.00%, 11/15/36	1,680,000	1,680,000

5,181,172

U.S. Treasury Bonds—2.3%

5.00%, 5/15/37	1,685,000	1,855,869
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U.S. Government and Government Agency Obligations, cont' d

	Shares or Principal Amount(\$)	Value(\$)
<hr/>		
U.S. Treasury Notes—0.3%		
3.13%, 9/30/13	245,000	248,981
		<hr/>
TOTAL U.S. GOVERNMENT AND GOVERNMENT AGENCY OBLIGATIONS (COST \$35,928,025)		35,555,369
		<hr/>
Corporate Obligations—38.3%		
Agricultural Chemicals—1.3%		
Agrium, Inc., 6.75%, 1/15/19	600,000	541,220
Cargill, Inc., 5.60%, 9/15/12 (b)	600,000	557,003
		<hr/>
		1,098,223
		<hr/>
Banking—0.6%		

American Express Centurion Bank, 5.95%, 6/12/17	700,000	517,176
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Building & Construction Products–1.3%

Martin Marietta Materials, Inc., 3.62%, 4/30/10 (a)(h)	600,000	579,362
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Masco Corp., 3.12%, 3/12/10 (a)(h)	550,000	518,006
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1,097,368

Cable Television–0.6%

Time Warner Cable, Inc., 7.30%, 7/1/38	625,000	522,927
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Chemicals–0.1%

Chemtura Corp., 6.88%, 6/1/16	175,000	109,375
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Computer Services–0.8%

Electronic Data Systems, Series B, 6.00%, 8/1/13	700,000	660,792
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Consumer Products–1.0%

Clorox Co. (The), 5.45%, 10/15/12	900,000	832,055
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Electric–5.7%

Commonwealth Edison Co., 6.45%, 1/15/38	700,000	524,802
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Dominion Resources, Inc., 6.40%, 6/15/18	250,000	211,832
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Duke Energy Corp., 5.65%, 6/15/13	450,000	406,335
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Florida Power Corp., 5.65%, 6/15/18	550,000	486,898
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MidAmerican Energy Co., 5.95%, 7/15/17	2,900,000	2,535,000
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Puget Sound Energy, Inc., 6.97%, 6/1/67, Callable 6/1/17 @ 100	600,000	501,000
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4,665,867

Finance–8.2%

American Honda Finance Corp., 4.63%, 4/2/13, MTN (b)	250,000	226,784
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Bear Stearns Co., Inc.:

4.50%, 10/28/10	600,000	583,206
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Series B, 6.95%, 8/10/12, MTN	950,000	937,422
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Citigroup, Inc., 6.50%, 8/19/13	225,000	213,291
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Countrywide Home Loans, Series L, 4.00%, 3/22/11, MTN	1,150,000	1,060,545
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Ford Motor Credit Co., LLC, 9.75%, 9/15/10	1,550,000	1,054,076
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See notes to financial statements.

HSBC INVESTOR PORTFOLIOS 42

HSBC INVESTOR CORE PLUS FIXED INCOME PORTFOLIO

Schedule of Portfolio Investments—as of October 31, 2008 (continued)

Corporate Obligations, continued

	Shares or Principal Amount(\$)	Value(\$)
Lehman Brothers Holdings, Series I, 6.88%, 5/2/18, MTN (g)	500,000	65,000

Morgan Stanley, Series F, 6.00%, 4/28/15, MTN	565,000	459,090
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Preferred Term Securities Ltd., 8.79%, 9/15/30, Callable 9/15/10 @ 104.395 (b)	768,227	556,004
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Wells Fargo Financial, 5.50%, 8/1/12	850,000	841,140
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XTRA Finance Corp., 5.15%, 4/1/17	750,000	681,810
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6,678,368

Forestry/Paper-0.2%

Georgia-Pacific Corp., 7.70%, 6/15/15	250,000	173,750
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Gaming-0.1%

MGM MIRAGE, Inc., 6.75%, 4/1/13	175,000	109,375
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Health Services-0.2%

Community Health Systems, Inc., 8.88%, 7/15/15, Callable 7/15/11 @ 104.44	175,000	146,562
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Hospitals-1.2%

Covidien International Finance SA, 5.45%, 10/15/12	550,000	530,755
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HCA, Inc., 5.75%, 3/15/14	750,000	442,500
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973,255

Media-0.9%

News America Holdings, 7.90%, 12/1/95	500,000	376,145
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Vivendi, 5.75%, 4/4/13 (b)	350,000	321,553
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697,698

Media - Cable-0.2%

Cablevision Systems Corp., Series B, 8.00%, 4/15/12	175,000	147,219
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Office Equipment & Services-0.6%

Xerox Corp., 3.63%, 12/18/09 (a)(h)	550,000	501,750
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Oil & Gas-0.2%

Pioneer Natural Resources Co., 5.88%, 7/15/16	175,000	127,860
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Pipelines-0.6%

Dynegy Holdings, Inc., 7.75%, 6/1/19	175,000	117,250
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Transcontinental Gas Pipeline Corp., 6.05%, 6/15/18	450,000	359,968
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477,218

Retail-2.5%

Kohl's Corp., 6.25%, 12/15/17	550,000	433,181
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Kroger Co. (The), 5.00%, 4/15/13	250,000	225,420
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Wal-Mart Stores, Inc., 6.50%, 8/15/37	1,500,000	1,346,407
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2,005,008

Support - Services-0.4%

Aramark Services, Inc., 8.50%, 2/1/15, Callable 2/1/11 @104.25	175,000	149,625
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Iron Mountain, Inc., 8.00%, 6/15/20, Callable 6/15/13 @ 104	175,000	137,375
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287,000

Corporate Obligations, continued

Shares or Principal Amount(\$)	Value(\$)
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Telecom - Integrated/Services-0.2%

Qwest Corp., 7.63%, 6/15/15	175,000	133,875
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Telecommunications-5.3%

AOL Time Warner, Inc.:

6.88%, 5/1/12	600,000	539,112
7.70%, 5/1/32	550,000	444,292
BellSouth Telecommunications, 7.00%, 12/1/95	700,000	510,027
GTE Corp., 6.84%, 4/15/18	750,000	677,726
Sprint Nextel Corp., 6.00%, 12/1/16	1,110,000	768,675
Time Warner Entertainment Co., 8.38%, 3/15/23	800,000	713,912
Verizon Communications, Inc., 6.10%, 4/15/18	750,000	655,259
		4,309,003

Transportation—6.1%

American Airlines, Inc.:

Series 2001-2, Class A1, 6.98%, 4/1/11	386,067	354,216
Series 2001-2, Class A2, 7.86%, 10/1/11	1,250,000	993,750
Burlington North Santa Fe:		
5.65%, 5/1/17	600,000	525,046

7.57%, 1/2/21	277,493	272,529
Continental Airlines, Inc., 5.98%, 4/19/22	750,000	521,250
Norfolk Southern Corp., 5.75%, 4/1/18	250,000	215,192
Union Pacific Corp.:		
5.75%, 11/15/17	1,200,000	1,017,030
6.85%, 1/2/19	1,104,592	1,090,806
		4,989,819
TOTAL CORPORATE OBLIGATIONS		31,261,543
(COST \$37,217,408)		

Asset Backed Securities—25.1%		
Asset Backed Funding Certificates, Series 2003-AHL1, Class A1, 3.68%, 3/25/33	738,743	611,712
Cairn Mezzanine plc, Series 2007-3A, Class B1, 3.70%, 8/13/47 (a)(b)	905,000	0

Capital Auto Receivables Asset Trust:

Series 2005-1, Class A5, 4.66%, 1/15/10 (a)(h)	338,358	337,515
Series 2006-SN1A, Class A3, 5.31%, 10/20/09 (b)(h)	222,717	222,717
Series 2006-SN1A, Class A4B, 4.39%, 3/20/10 (a)(b)(h)	810,000	797,815
Series 2007-SN1, Class A3A, 5.38%, 7/15/10 (h)	740,000	732,665
Series 2007-SN1, Class A3B, 4.62%, 7/15/10 (a)(h)	860,000	840,073
Capital One Prime Auto Receivables Trust:		
Series 2005-1, Class A4, 4.58%, 4/15/11 (a)(h)	398,489	390,219
Series 2006-1, Class A3, 4.99%, 9/15/10 (h)	694,871	694,856
Carmax Auto Owner Trust, Series 2008-2, Class A2B, 5.46%, 9/15/11 (a)(h)	1,400,000	1,346,140

HSBC INVESTOR CORE PLUS FIXED INCOME PORTFOLIO

Schedule of Portfolio Investments—as of October 31, 2008 (continued)

Asset Backed Securities, continued

	Shares or Principal Amount(\$)	Value(\$)
Chase Issuance Trust, Series 2005-A12, Class A, 4.57%, 2/15/11 (a)(h)	1,250,000	1,244,194
Countrywide Asset-Backed Certificates:		
Series 2006-S2, Class A5, 5.75%, 7/25/27 (a)	1,023,000	286,360
Series 2006-S4, Class A3, 5.80%, 7/25/34	1,056,485	613,547
Dominos Pizza Master Issuer LLC, Series 2007-1, Class A2, 5.26%, 4/25/37 (b)	1,200,000	986,561
Duane Street CLO, Series 2007-4A, Class C, 3.80%, 11/14/21 (a)(b)	850,000	306,850
Ford Credit Auto Owner Trust, Series 2006-C, Class A2A, 5.29%, 12/15/09 (h)	649,602	649,356
GE Business Loan Trust, Series 2006-2A, Class A, 4.74%, 11/15/34 (a)(b)(h)	1,371,669	1,135,950
GE Equipment Small Ticket LLC, Series 2005-2A, Class A3, 4.88%, 10/22/09 (b)(h)	116,827	116,553
GMAC Mortgage Corp., Loan Trust, Series 2006-HE3, Class A3, 5.81%, 10/25/36	900,000	504,450

Hyundai Auto Receivables Trust:

Series 2007-A, Class A2B, 4.91%, 1/15/10 (a)(h)	180,360	180,014
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Series 2008-A, Class A2, 4.16%, 5/16/11 (h)	1,020,000	1,000,608
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IOWA Student Loan Liquidity Corp., Series 2005-1, Class A1, 3.24%, 6/25/14 (a)(h)	354,144	352,230
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National Collegiate Student Loan Trust, Series 2006-3, Class A1, 3.29%, 9/25/19 (a)(h)	763,889	677,437
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Nissan Auto Receivables Owner Trust, Series 2006-B, Class A3, 5.16%, 2/15/10 (h)	410,838	410,563
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Preferred Term Securities XXII Ltd., 3.16%, 9/22/36, Callable 6/22/11 @ 100 (a)(b)(h)	1,079,503	583,472
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Residential Funding Mortgage Securities, Series 2006-HSA1, Class A5, 5.31%, 2/25/36	490,000	125,573
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SLM Student Loan Trust:

Series 2005-4, Class A2, 3.62%, 4/26/21 (a)(h)	490,000	455,390
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Series 2005-9, Class A4, 3.64%, 1/25/23 (a)(h)	1,360,000	1,286,200
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Series 2006-7, Class A2, 3.53%, 10/25/16 (a)(h)	1,214,374	1,212,078
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Series 2006-9, Class A2, 3.54%, 4/25/17 (a)(h)	264,353	263,039
Series 2006-B, Class A1, 2.83%, 9/15/20 (a)(h)	1,085,646	1,015,079
South Carolina Student Loan Corp., Series 2008-1, Class A1, 3.31%, 9/2/14 (a)(h)	942,901	923,748
World Omni Auto Receivables Trust, Series 2007-B, Class A2B, 4.88%, 2/16/10 (a)(h)	245,333	244,941
TOTAL ASSET BACKED SECURITIES (COST \$24,334,833)		20,547,905

Collateralized Mortgage Obligations—5.9%

	Shares or Principal Amount(\$)	Value(\$)
Banc of America Mortgage Securities, Series 2005-D, Class 2A4, 4.79%, 5/25/35 (a)(h)	968,912	931,909

Deutsche Mortgage Securities, Inc., Series 2006-WF1, Class 1A1, 5.09%, 6/26/35 (a)(b)	824,958	821,186
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Fannie Mae IO:

Series 270, Class 2, 8.50%, 9/1/23 (c)	37,649	10,022
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Series 296, Class 2, 8.00%, 4/1/24 (c)	45,014	11,879
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Series 306, Class IO, 8.00%, 5/1/30 (c)	53,648	12,238
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Series 2000-16, Class PS, 5.34%, 10/25/29 (a)(c)	25,030	880
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Series 2001-4, Class SA, 3.19%, 2/17/31 (a)(c)	177,348	17,877
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FHA Weyerhauser, 7.43%, 1/1/24 (e)(f)	26,158	26,158
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Freddie Mac:

Series 2988, Class AF, 4.89%, 6/15/35 (a)(h)	979,755	922,366
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Series 3212, Class BK, 5.50%, 9/15/36	900,000	827,195
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Freddie Mac IO:

Series 1534, Class K, 2.78%, 6/15/23 (a)(c)	119,246	15,870
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Series 2141, Class SD, 3.56%, 4/15/29 (a)(c)	100,776	14,795
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Series 2247, Class SC, 2.91%, 8/15/30 (a)(c)	50,605	5,882
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Government National Mortgage
Association IO:

Series 1999-30, Class S, 4.13%, 8/16/29 (a)(c)	43,767	6,419
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Series 1999-30, Class SA, 3.53%, 4/16/29 (a)(c)	61,089	6,151
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Residential Asset Securitization Trust, Series 2003-A15, Class 1A2, 3.71%, 2/25/34 (a)(h)	1,325,412	1,177,631
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TOTAL COLLATERALIZED MORTGAGE OBLIGATIONS (COST \$5,029,101)		4,808,458
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Commercial Mortgage Backed Securities--11.4%

Citigroup Commercial Mortgage Trust, Series 2006-C5, Class A2, 5.38%, 10/15/49	1,100,000	984,285
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Citigroup/Deutsche Bank Commercial Mortgage Trust, Series 2007-CD4, Class A2B, 5.21%, 12/11/49	1,300,000	1,134,177
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Commercial Mortgage Pass -
Through Certificate:

Series 2005-LP5, Class AJ, 5.05%, 5/10/43	1,550,000	1,050,694
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Series 2006-FL12, Class A2, 4.66%, 12/15/20 (a)(b)(h)	1,443,883	1,228,923
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CWCapital Cobalt, Series 2006-C1, Class A2, 5.17%, 8/15/48	1,232,000	1,115,979
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DLJ Mortgage Acceptance Corp., IO, Series 1997-CF1, Class S, 1.19%, 5/15/30 (a)(c)(e)	17,984	1
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Greenwich Capital Commercial Funding Corp.:

Series 2006-GG7, Class A2, 5.91%, 7/10/38 (a)	640,000	591,822
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See notes to financial statements.

HSBC INVESTOR PORTFOLIOS 44

HSBC INVESTOR CORE PLUS FIXED INCOME PORTFOLIO

Schedule of Portfolio Investments—as of October 31, 2008 (continued)

Commercial Mortgage Backed Securities, continued

	Shares or Principal Amount(\$)	Value(\$)
Series 2006-GG7, Class A4, 5.91%, 7/10/38 (a)	1,040,000	829,480

GS Mortgage Securities Corp., IO, Series 1997-GL, Class X2, 0.29%, 7/13/30 (a)(c)(e)	35,694	414
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LB-UBS Commercial Mortgage Trust, Series 2006-C6, Class A2, 5.26%, 9/15/39	480,000	440,906
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Morgan Stanley Capital I, Series 2007-IQ14, Class A2, 5.61%, 4/15/49	1,380,000	1,197,531
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Washington Mutual Commercial Mortgage Securities Trust, Series 2006-SL1, Class A, 5.30%, 11/23/43 (a)(b)	963,607	722,705
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TOTAL COMMERCIAL MORTGAGE BACKED SECURITIES (COST \$11,075,016)		9,296,917
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Foreign Bonds—0.6%

United Kingdom—0.6%

Barclays Bank plc, 5.93%, 12/31/49 (b)	850,000	456,304
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TOTAL FOREIGN BONDS (COST \$862,060)		456,304
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Municipal Bonds–2.4%

Arizona Educational Loan Marketing Corp.
Educational Loan Revenue, Series A-1-B,
3.71%, 1/25/10, (Credit Support
Guaranteed Student Loans) (a)(h)

534,000

521,985

Chicago Transit Authority Sales & Transfer
Tax Receipts Revenue, Series A, 6.90%,
12/1/40, AMT

800,000

723,216

Connecticut State, GO, Series B, 5.00%,
4/15/18

650,000

678,834

TOTAL MUNICIPAL BONDS
(COST \$2,034,869)

1,924,035

Investment Company–2.7%

Shares or
Principal
Amount(\$)

Value(\$)

Northern Institutional Diversified Assets
Portfolio, Shares Class, 0.82% (d)(h)

2,193,345

2,193,345

TOTAL INVESTMENT COMPANY (COST \$2,193,345)	2,193,345
<hr/>	
TOTAL INVESTMENTS (COST \$118,769,635) – 129.9%	106,142,905
<hr/>	

- Percentages indicated are based on net assets of \$81,727,877.
- Variable rate security. The interest rates on these securities are adjusted periodically to reflect then-current short-term interest rates. The rates presented represent the rates in effect on October 31, 2008. The maturity dates presented reflect the final maturity dates. However, some of these securities may contain put or demand features that allow the fund to require the issuer to repurchase the security from the fund within various time periods, including daily, weekly, monthly, or semi-annually.

Security exempt from registration under Rule 144a of the Securities Act of 1933. This security may be resold in transactions exempt from registration, normally to qualified institutional buyers. This security has been deemed liquid by the Investment Adviser based on procedures approved by the Board of Trustees.

Interest-Only represents securities that entitle holders to receive only interest payments on the underlying mortgages. The yield to maturity of an Interest-Only is extremely sensitive to the rate of principal payments on the underlying mortgage assets. A rapid (slow) rate of principal repayments may have an adverse (positive) effect on yield to maturity. Interest rate adjusts periodically based on the pay off of the underlying mortgage. The interest rate presented represents the rates in effect on October 31, 2008. The principal amount shown is the notional amount of the underlying mortgages.

The rates presented represent the annualized one day yield that was in effect on October 31, 2008.

(e) Rule 144a, section 4(2) or other security which is restricted as to resale to institutional investors. The Investment Adviser, using Board approved procedures, has deemed these securities to be illiquid. Represents 0.03% of total net assets.

(f) Security was fair valued as of October 31, 2008. Represents 0.03% of net assets.

(g) Security is non-income producing; Defaulted Bond.

(h) Security held as collateral for to be announced securities.

AMT – Interest on security is subject to federal alternative minimum tax

CLO – Collateralized Loan Obligation

FHA – Federal Housing Administration

GO – General Obligation

IO – Interest-Only security. Represents 0.13% of net assets.

LLC – Limited Liability Co.

MTN – Medium Term Note

PLC – Public Limited Co.

TBA – Security was traded on a “to be announced” basis. Represents 31.7% of net assets.

HSBC INVESTOR HIGH YIELD FIXED INCOME PORTFOLIO

Schedule of Portfolio Investments—as of October 31, 2008

Common Stock—0.0%

	Shares or Principal Amount(\$)	Value(\$)
Consumer Discretionary—0.0%		
Tembec, Inc. (a)	937	1,012
TOTAL COMMON STOCK (COST \$18,548)		1,012

Corporate Obligations—96.8%

Aerospace & Defense—3.4%

BE Aerospace, Inc., 8.50%, 7/1/18, Callable 7/1/13 @ 104.25	25,000	21,500
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Bombardier, Inc., 8.00%, 11/15/14, Callable 11/15/10 @ 104.00 (b)	25,000	21,375
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DRS Technologies, Inc., 7.63%, 2/1/18, Callable 2/1/11 @ 103.81	100,000	99,000
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Hawker Beechcraft Acquisition Co.:

8.50%, 4/1/15, Callable 4/1/11 @ 104.25	50,000	30,000
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9.75%, 4/1/17, Callable 4/1/12 @ 104.88	25,000	14,000
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L-3 Communications Holdings, Inc., 5.88%, 1/15/15, Callable 1/15/10 @ 102.94	100,000	82,000
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Sequa Corp., 11.75%, 12/1/15, Callable 12/1/11 @ 105.88 (b)	50,000	31,000
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TransDigm Group, Inc., 7.75%, 7/15/14, Callable 7/15/09 @ 105.81	50,000	40,000
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338,875

Airline-0.4%

DAE Aviation Holdings, Inc., 11.25%, 8/1/15, Callable 8/1/11 @ 105.62 (b)	50,000	37,500
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Apparel/Textiles–1.4%

AGY Holding Corp., 11.00%, 11/15/14, Callable 11/15/10 @ 105.50	50,000	35,000
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Levi Strauss & Co., 8.88%, 4/1/16, Callable 4/1/11 @ 104.44	50,000	32,750
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Quiksilver, Inc., 6.88%, 4/15/15, Callable 4/15/10 @ 103.44	150,000	72,000
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139,750

Auto Loans–3.8%

Ford Motor Credit Co.:

7.38%, 10/28/09	250,000	207,526
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7.38%, 2/1/11	50,000	31,112
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General Motors Acceptance Corp., 6.88%, 8/28/12	250,000	136,825
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375,463

Auto Parts & Equipment–2.2%

Altra Industrial Motion, Inc., 9.00%, 12/1/11, Callable 12/1/08 @ 104.50	50,000	45,000
Cooper Tire & Rubber Co., 8.00%, 12/15/19	50,000	27,500
Cooper-Standard Automotive, Inc., 8.38%, 12/15/14, Callable 12/15/09 @ 104.19	50,000	21,000
MSX International, 12.50%, 4/1/12, Callable 4/1/09 @ 110.00 (b)	25,000	11,250
Stoneridge, Inc., 11.50%, 5/1/12, Callable 12/8/08 @ 103.83	50,000	45,000
The Goodyear Tire & Rubber Co., 8.63%, 12/1/11, Callable 12/1/09 @ 104.31	17,000	14,365

Corporate Obligations, continued

	Shares or Principal Amount(\$)	Value(\$)
Auto Parts & Equipment, continued		
TRW Automotive, Inc., 7.25%, 3/15/17 (b)	50,000	28,750
UCI Holdco, Inc., 10.32%, 12/15/13, Callable 12/15/09 @ 102.00 (c)	61,214	23,261

Automotive-0.5%

General Motors Corp., 7.13%, 7/15/13	150,000	51,000
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Beverages-0.9%

Beverages & More, Inc., 9.25%, 3/1/12, Callable 9/1/09 @ 104.63 (b)	50,000	42,500
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Constellation Brands, Inc., 8.38%, 12/15/14	50,000	44,500
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87,000

Building Materials-2.8%

Belden, Inc., 7.00%, 3/15/17, Callable 3/15/12 @ 103.50	50,000	38,250
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Coleman Cable, Inc., 9.88%, 10/1/12, Callable 10/1/09 @ 102.47	50,000	35,625
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General Cable Technologies Corp., 7.13%, 4/1/17, Callable 4/1/12 @ 103.56	50,000	32,000
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Gibraltar Industries, Inc., 8.00%, 12/1/15, Callable 12/1/10 @ 104.00	100,000	67,000
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Interline Brands, Inc., 8.13%, 6/15/14, Callable 6/15/10 @ 104.06	50,000	38,500
Maax Corp., 9.75%, 6/15/12, Callable 6/15/09 @ 102.44 (d)	50,000	250
Ply Gem Industries, Inc., 11.75%, 6/15/13, Callable 4/1/11 @ 105.88 (b)	50,000	33,000
U.S. Concrete, Inc., 8.38%, 4/1/14, Callable 4/1/09 @ 104.19	50,000	31,250
		275,875
Chemicals—3.8%		
Airgas, Inc., 7.13%, 10/1/18, Callable 10/1/13 @ 103.56 (b)	50,000	41,250
Chemtura Corp., 6.88%, 6/1/16	25,000	15,625
Georgia Gulf Corp., 9.50%, 10/15/14, Callable 10/15/10 @ 104.75	75,000	31,500
Huntsman International LLC, 7.88%, 11/15/14, Callable 11/15/10 @ 103.94	35,000	31,150
Innophos, Inc., 8.88%, 8/15/14, Callable 8/16/09 @ 104.44	50,000	44,000
Koppers Holdings, Inc., 9.88%, 11/15/14, Callable 11/15/09 @ 104.94	25,000	20,000

LyondellBasell Industries AF, 8.38%, 8/15/15, Callable 8/15/10 @ 104.19 (b)	50,000	17,500
Momentive Performance Materials, Inc., 9.75%, 12/1/14, Callable 12/1/10 @ 104.88	50,000	28,000
Mosaic Co., 7.63%, 12/1/16, Callable 12/1/11 @ 103.81 (b)	25,000	21,832
Nalco Finance Holdings, Inc., 0.00%, 2/1/14, Callable 2/1/09 @ 104.50 (e)	50,000	40,000
Nova Chemicals Corp., 6.50%, 1/15/12	50,000	39,500
Terra Capital, Inc., 7.00%, 2/1/17, Callable 2/1/12 @ 103.50	50,000	42,500
		372,857

See notes to financial statements.

HSBC INVESTOR PORTFOLIOS 46

HSBC INVESTOR HIGH YIELD FIXED INCOME PORTFOLIO

Schedule of Portfolio Investments—as of October 31, 2008 (continued)

Corporate Obligations, continued

	Shares or Principal Amount(\$)	Value(\$)
<hr/>		
Computer Hardware—0.3%		
Activant Solutions, Inc., 9.50%, 5/1/16, Callable 5/1/11 @ 104.75	50,000	30,500
Consumer Products—1.5%		
Central Garden & Pet Co., 9.13%, 2/1/13, Callable 2/1/09 @ 103.04	50,000	30,500
Chattem, Inc., 7.00%, 3/1/14, Callable 3/1/09 @ 103.50	50,000	43,375
Jarden Corp., 7.50%, 5/1/17, Callable 5/1/12 @ 103.75	25,000	18,625
MCBC Holdings, Inc., 10.75%, 10/15/14, Callable 10/15/09 @ 103.00 (b)(c)	25,000	12,500
Spectrum Brands, Inc., 7.38%, 2/1/15, Callable 2/1/10 @ 103.69	75,000	25,125
True Temper Sports, Inc., 8.38%, 9/15/11, Callable 3/15/09 @ 102.09	50,000	19,000
		<hr/>
		149,125
		<hr/>

Diversified Capital Goods—1.8%

Greenbrier Cos., Inc., 8.38%, 5/15/15, Callable 5/15/10 @ 104.19	50,000	38,125
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Mueller Water Products, Inc., 7.38%, 6/1/17, Callable 6/1/12 @ 103.69	50,000	32,750
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Sensata Technologies, 8.00%, 5/1/14, Callable 5/1/10 @ 104.00	50,000	27,500
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TriMas Corp., 9.88%, 6/15/12, Callable 6/15/09 @ 101.65	77,000	42,350
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Trinity Industries, Inc., 6.50%, 3/15/14, Callable 3/15/09 @ 103.25	50,000	41,500
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182,225

Electric - Generation—4.8%

AES Corp.:

7.75%, 3/1/14	60,000	48,600
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7.75%, 10/15/15	50,000	39,188
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Dynegy Holdings, Inc., 8.38%, 5/1/16	150,000	111,000
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Edison Mission Energy:

7.00%, 5/15/17	25,000	19,781
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7.20%, 5/15/19	50,000	37,500
Energy Future Holdings, 10.88%, 11/1/17, Callable 11/1/12 @ 105.44 (b)	125,000	96,250
Mirant North America LLC, 7.38%, 12/31/13, Callable 12/31/09 @ 103.69	50,000	43,687
NRG Energy, Inc., 7.38%, 2/1/16, Callable 2/1/11 @ 103.69	50,000	43,125
Reliant Energy, Inc., 7.63%, 6/15/14	50,000	38,500
		477,631
Electric - Integrated-0.8%		
CMS Energy Corp., 6.88%, 12/15/15	100,000	81,776
Electronics-0.2%		
Freescale Semiconductor, Inc., 10.13%, 12/15/16, Callable 12/15/11 @ 105.06	50,000	19,625
Energy - Exploration & Production-5.7%		
Chaparral Energy, Inc., 8.50%, 12/1/15, Callable 12/1/10 @ 104.25	100,000	51,000

Chesapeake Energy Corp., 6.88%, 1/15/16, Callable 1/15/09 @ 103.44	100,000	80,250
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Corporate Obligations, continued

	Shares or Principal Amount(\$)	Value(\$)
Energy - Exploration & Production, continued		
Cimarex Energy Co., 7.13%, 5/1/17, Callable 5/1/12 @ 103.56	50,000	40,000
Clayton Williams Energy, Inc., 7.75%, 8/1/13, Callable 8/1/09 @ 103.88	100,000	61,500
Compton Petroleum Finance Corp., 7.63%, 12/1/13, Callable 12/1/09 @ 103.81	100,000	58,000
Forest Oil Corp., 7.25%, 6/15/19, Callable 6/15/12 @ 103.63	50,000	34,000
Linn Energy LLC, 9.88%, 7/1/18, Callable 7/1/13 @ 104.94 (b)	50,000	33,750
Newfield Exploration Co., 6.63%, 9/1/14, Callable 9/1/09 @ 103.31	100,000	77,250
Opti Canada, Inc., 7.88%, 12/15/14, Callable 12/15/10 @ 104.13	50,000	30,000

Plains Exploration & Production Co.:

7.75%, 6/15/15, Callable 6/15/11 @ 103.88	50,000	36,500
7.63%, 6/1/18, Callable 6/1/13 @ 103.81	25,000	16,375
Swift Energy Co., 7.63%, 7/15/11, Callable 7/15/09 @ 101.91	50,000	42,250
		<hr/>
		560,875
		<hr/>

Environmental–0.8%

Waste Services, Inc., 9.50%, 4/15/14, Callable 4/15/09 @ 104.75	50,000	40,000
WCA Waste Corp., 9.25%, 6/15/14, Callable 6/15/10 @ 104.63	50,000	41,000
		<hr/>
		81,000
		<hr/>

Food & Drug Retailers–0.4%

Stater Bros. Holdings, Inc., 7.75%, 4/15/15, Callable 4/15/11 @ 103.88	50,000	41,000
		<hr/>

Food - Wholesale–0.3%

Smithfield Foods, Inc., 7.75%, 7/1/17	50,000	31,500
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Forestry/Paper-2.8%

Catalyst Paper Corp., Series D, 8.63%, 6/15/11, Callable 6/15/09 @ 100.00	50,000	29,500
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Cellu Tissue Holdings, Inc., 9.75%, 3/15/10, Callable 3/15/09 @ 100.00	50,000	40,000
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Georgia-Pacific Corp., 7.70%, 6/15/15	50,000	34,750
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NewPage Corp., 10.00%, 5/1/12, Callable 5/1/09 @ 106.00	25,000	17,000
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Norampac, Inc., 6.75%, 6/1/13, Callable 6/1/09 @ 102.25	100,000	57,000
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Stone Container Finance Co. of Canada, 7.38%, 7/15/14, Callable 7/15/09 @ 103.69	150,000	73,500
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Verso Paper Holdings LLC, Series B, 9.13%, 8/1/14, Callable 8/1/10 @ 104.56	50,000	26,500
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278,250

Gaming-8.0%

Buffalo Thunder Development Authority, 9.38%, 12/15/14, Callable 12/15/10 @ 104.69 (b)	25,000	8,750
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CCM Merger, Inc., 8.00%, 8/1/13, Callable 8/1/09 @ 104.00 (b)	100,000	59,000
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See notes to financial statements.

HSBC INVESTOR HIGH YIELD FIXED INCOME PORTFOLIO

Schedule of Portfolio Investments—as of October 31, 2008 (continued)

Corporate Obligations, continued

	Shares or Principal Amount(\$)	Value(\$)
Gaming, continued		
Choctaw Resort Development Entertainment, 7.25%, 11/15/19, Callable 11/15/11 @ 103.63 (b)	46,000	26,220
Chukchansi Economic Development Authority, 8.00%, 11/15/13, Callable 11/15/09 @ 104.00 (b)	25,000	13,250

Fontainebleau Las Vegas, 10.25%, 6/15/15, Callable 6/15/11 @ 105.13 (b)	100,000	13,500
Great Canadian Gaming Co., 7.25%, 2/15/15, Callable 2/15/11 @ 103.63 (b)	50,000	37,500
Greektown Holdings, Inc., 10.75%, 12/1/13, Callable 12/1/10 @ 105.38 (b)(d)	75,000	16,125
Indianapolis Downs LLC, 11.00%, 11/1/12, Callable 11/1/10 @ 105.50 (b)	25,000	12,500
Inn of the Mountain Gods, 12.00%, 11/15/10, Callable 11/15/08 @ 103.00	50,000	22,000
Isle of Capri Casinos, Inc., 7.00%, 3/1/14, Callable 3/1/09 @ 103.50	100,000	48,500
Mashantucket Pequot Tribal Nation, Series A, 8.50%, 11/15/15, Callable 11/15/11 @ 104.25 (b)	50,000	27,500
MGM MIRAGE, Inc., 6.75%, 4/1/13	100,000	62,500
Mohegan Tribal Gaming, 7.13%, 8/15/14, Callable 8/15/09 @ 103.56	50,000	30,000
MTR Gaming Group, Inc., 9.00%, 6/1/12, Callable 6/1/09 @ 104.50	100,000	55,500
Pokagon Gaming Authority, 10.38%, 6/15/14, Callable 6/15/10 @ 105.19 (b)	69,000	62,790
San Pasqual Casino, 8.00%, 9/15/13, Callable 9/15/09 @ 104.00 (b)	25,000	19,250
Scientific Games Corp., 6.25%, 12/15/12, Callable 12/15/08 @ 103.13	50,000	38,125

Seminole Hard Rock Entertainment, 5.32%, 3/15/14, Callable 3/15/09 @ 102.00 (b)(c)	50,000	33,000
Seneca Gaming Corp., 7.25%, 5/1/12, Callable 5/1/09 @ 101.81	50,000	33,500
Shingle Springs, 9.38%, 6/15/15, Callable 6/15/11 @ 104.69 (b)	50,000	24,500
Snoqualmie Entertainment Authority, 6.88%, 2/1/14, Callable 2/1/09 @ 103.00 (b)(c)	25,000	16,125
Turning Stone Resort Casino, 9.13%, 9/15/14, Callable 9/15/10 @ 104.56 (b)	75,000	59,250
Waterford Gaming LLC, 8.63%, 9/15/14 (b)	21,000	19,845
Wynn Las Vegas LLC, 6.63%, 12/1/14, Callable 12/1/09 @ 103.31	50,000	36,875
		776,105
Gas Distribution—6.2%		
Atlas Pipeline Partners LP, 8.13%, 12/15/15, Callable 12/15/10 @ 104.06	50,000	34,875
Colorado Interstate Gas Co., 6.80%, 11/15/15	150,000	126,956
Copano Energy LLC, 8.13%, 3/1/16, Callable 3/1/11 @ 104.06	50,000	36,750

El Paso Corp., 7.00%, 6/15/17	100,000	76,320
Ferrellgas Partners LP, 6.75%, 5/1/14, Callable 5/1/09 @ 103.38 (b)	50,000	35,500
Inergy LP/Inergy Finance, 8.25%, 3/1/16, Callable 3/1/11 @ 104.13	100,000	76,750

Corporate Obligations, continued

	Shares or Principal Amount(\$)	Value(\$)
Gas Distribution, continued		
Regency Energy Partners LP, 8.38%, 12/15/13, Callable 12/15/10 @ 104.19	17,000	12,920
Southern Star Central Corp., Inc., 6.75%, 3/1/16, Callable 3/1/11 @ 103.38	50,000	43,250
Suburban Propane Partners LP, 6.88%, 12/15/13, Callable 12/15/08 @ 103.44	50,000	38,500
Williams Cos., Inc., 6.38%, 10/1/10 (b)	100,000	89,000
Williams Partners LP, 7.25%, 2/1/17	50,000	39,750
		610,571

Health Services—3.4%

Advanced Medical Optics, 7.50%, 5/1/17, Callable 5/1/12 @ 103.75	50,000	33,000
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Carriage Services, Inc., 7.88%, 1/15/15, Callable 1/15/10 @ 103.94	50,000	41,750
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Community Health Systems, Inc., 8.88%, 7/15/15, Callable 7/15/11 @ 104.44	50,000	41,875
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DJO Finance LLC, 10.88%, 11/15/14, Callable 11/15/11 @ 105.44	25,000	20,125
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HCA, Inc., 9.25%, 11/15/16, Callable 11/15/11 @ 104.63	25,000	21,250
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MultiPlan, Inc., 10.38%, 4/15/16, Callable 4/15/11 @ 105.19 (b)	100,000	92,000
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Omnicare, Inc., 6.75%, 12/15/13, Callable 12/15/09 @ 103.38	100,000	83,000
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333,000

Hotels & Lodging—0.3%

Gaylord Entertainment Co., 8.00%, 11/15/13, Callable 11/15/08 @ 104.00	50,000	34,125
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Household & Leisure Products–0.3%

Sealy Mattress Co., 8.25%, 6/15/14, Callable 6/15/09 @ 104.13	50,000	28,250
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Integrated Energy–0.3%

VeraSun Energy Corp.:

9.88%, 12/15/12, Callable 12/15/09 @ 104.94 (d)	50,000	20,500
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9.38%, 6/1/17, Callable 6/1/12 @ 104.69 (d)	50,000	4,250
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		24,750
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Investments & Miscellaneous Financial Services–0.1%

Nuveen Investments, Inc., 10.50%, 11/15/15, Callable 11/15/11 @ 105.25 (b)	50,000	13,500
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Machinery–1.0%

Baldor Electric Co., 8.63%, 2/15/17, Callable 2/15/12 @ 104.31	50,000	38,250
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Case New Holland, Inc., 7.13%, 3/1/14, Callable 3/1/10 @ 103.56	50,000	37,250
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Terex Corp., 8.00%, 11/15/17, Callable 11/15/12 @ 104.00	25,000	18,500
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94,000

See notes to financial statements.

HSBC INVESTOR PORTFOLIOS 48

HSBC INVESTOR HIGH YIELD FIXED INCOME PORTFOLIO

Schedule of Portfolio Investments—as of October 31, 2008 (continued)

Corporate Obligations, continued

Shares or Principal Amount(\$)	Value(\$)
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Media - Broadcast—1.2%

Barrington Broadcasting Group LLC, 10.50%, 8/15/14, Callable 8/15/10 @ 105.25	50,000	24,500
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Bonten Media Acquisition, 9.00%, 6/1/15, Callable 6/1/11 @ 104.50 (b)	75,000	29,250
Local TV Finance LLC, 9.25%, 6/15/15, Callable 6/15/11 @ 104.63 (b)	50,000	25,000
Newport Television LLC, 13.00%, 3/15/17, Callable 3/15/12 @ 106.50 (b)	50,000	21,250
Radio One, Inc., 6.38%, 2/15/13, Callable 2/15/09 @ 103.19	50,000	22,500
		122,500
Media - Cable—3.6%		
Atlantic Broadband Finance LLC, 9.38%, 1/15/14, Callable 1/15/09 @104.69	50,000	36,000
Cablevision Systems Corp., Series B, 8.00%, 4/15/12	25,000	21,031
Charter Communications Operating LLC, 10.88%, 9/15/14, Callable 3/15/12 @ 105.44 (b)	50,000	40,625
DIRECTV Holdings LLC, 7.63%, 5/15/16, Callable 5/15/12 @ 103.81 (b)	50,000	42,000
Mediacom LLC, 7.88%, 2/15/11, Callable 1/12/09 @ 100.00	100,000	85,000

Videotron Ltd., 9.13%, 4/15/18, Callable 4/15/13 @ 104.56 (b)	50,000	44,375
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Virgin Media Finance plc, 9.13%, 8/15/16, Callable 8/15/11 @ 104.56	125,000	82,500
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351,531

Media - Diversified-0.9%

Block Communications, Inc., 8.25%, 12/15/15, Callable 12/15/10 @ 104.13 (b)	50,000	37,000
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Canwest Mediaworks LP, 9.25%, 8/1/15, Callable 8/1/11 @ 104.63 (b)	50,000	30,500
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Quebecor Media, Inc., 7.75%, 3/15/16, Callable 3/15/11 @ 103.88	25,000	17,313
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84,813

Media - Services-1.0%

Baker & Taylor, Inc., 11.50%, 7/1/13, Callable 7/1/10 @ 105.75 (b)	100,000	59,125
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Lamar Media Corp., 6.63%, 8/15/15, Callable 8/15/10 @ 103.31	50,000	36,750
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95,875

Metals/Mining Excluding Steel-1.9%

Freeport-McMoran Copper & Gold, Inc., 8.25%, 4/1/15, Callable 4/1/11 @ 104.13	50,000	40,000
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International Coal Group, Inc., 10.25%, 7/15/14, Callable 7/15/10 @ 105.13	50,000	42,000
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Massey Energy Co., 6.88%, 12/15/13, Callable 12/15/09 @ 103.44	100,000	81,000
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Noranda Aluminum Acquisition, 6.83%, 5/15/15, Callable 5/15/09 @ 101.00 (c)	50,000	22,500
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185,500

Corporate Obligations, continued

Shares or Principal Amount(\$)	Value(\$)
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Non-Food & Drug Retailers–2.7%

ACE Hardware Corp., 9.13%, 6/1/16, Callable 6/1/12 @ 104.56 (b)	25,000	18,750
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AutoNation, Inc., 7.00%, 4/15/14, Callable 4/15/09 @ 105.25	50,000	32,500
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Claire' s Stores, Inc., 9.63%, 6/1/15, Callable 6/1/11 @ 104.81	50,000	9,000
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Hanesbrands, Inc., 6.51%, 12/15/14, Callable 12/15/08 @ 102.00 (c)	50,000	33,937
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Libbey Glass, Inc., 9.93%, 6/1/11, Callable 6/11/09 @ 102.50 (c)	25,000	16,125
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Penske Automotive Group, Inc., 7.75%, 12/15/16, Callable 12/15/11 @ 103.88	50,000	23,875
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Pep Boys, 7.50%, 12/15/14, Callable 12/15/09 @ 103.75	50,000	24,000
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Susser Holdings LLC, 10.63%, 12/15/13, Callable 12/15/09 @ 105.31	103,000	87,550
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Yankee Acquisition Corp., 9.75%, 2/15/17, Callable 2/15/12 @ 104.88	50,000	24,813
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270,550

Oil & Gas–0.4%

Pioneer Natural Resources Co., 5.88%, 7/15/16	50,000	36,532
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Oil Field Equipment & Services—0.9%

Bristow Group, Inc., 7.50%, 9/15/17, Callable 9/15/12 @ 103.75	50,000	37,500
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CIE Gener de Geophysique, 7.50%, 5/15/15, Callable 5/15/10 @ 103.75	50,000	33,500
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National Oilwell Varco, Inc., Series B, 6.13%, 8/15/15, Callable 8/15/10 @ 103.06	25,000	21,843
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92,843

Oil Refining & Marketing—1.0%

Petroplus Finance Ltd., 7.00%, 5/1/17, Callable 5/1/12 @ 103.50 (b)	50,000	32,750
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Tesoro Corp.:		
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6.63%, 11/1/15, Callable 11/1/10 @ 103.31	50,000	34,000
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6.50%, 6/1/17, Callable 6/1/12 @ 103.25	50,000	33,500
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100,250

Packaging—2.8%

Exopack Holding Corp., 11.25%, 2/1/14, Callable 2/1/10 @ 105.62	50,000	38,500
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Intertape Polymer U.S., Inc., 8.50%, 8/1/14, Callable 8/1/09 @ 104.25	75,000	60,000
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Owens-Brockway Glass Containers, 6.75%, 12/1/14, Callable 12/1/09 @ 103.38	50,000	43,250
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Solo Cup Co., 8.50%, 2/15/14, Callable 2/15/09 @ 104.25	200,000	134,000
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275,750

Printing & Publishing—2.0%

Cenveo Corp., 10.50%, 8/15/16, Callable 8/15/12 @ 105.25 (b)	50,000	42,250
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Morris Publishing, 7.00%, 8/1/13, Callable 8/1/09 @ 102.33	100,000	10,000
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HSBC INVESTOR HIGH YIELD FIXED INCOME PORTFOLIO

Schedule of Portfolio Investments—as of October 31, 2008 (continued)

Corporate Obligations, continued

	Shares or Principal Amount(\$)	Value(\$)
Printing & Publishing, continued		
R.H. Donnelley Corp., 6.88%, 1/15/13, Callable 1/15/09 @ 103.44	2,000	460
R.H. Donnelley, Inc., 11.75%, 5/15/15, Callable 5/15/12 @ 105.88 (b)	127,000	49,530
Sheridan Group, Inc., 10.25%, 8/15/11, Callable 8/15/09 @ 100.00	100,000	83,000
Valassis Communications, Inc., 8.25%, 3/1/15, Callable 3/1/11 @ 104.13	25,000	13,500
		198,740
Restaurants—2.1%		

Buffets, Inc., 12.50%, 11/1/14, Callable 11/1/10 @ 106.25 (d)	50,000	125
Dave & Buster' s, Inc., 11.25%, 3/15/14, Callable 3/15/10 @ 105.62	50,000	37,250
Landry' s Restaurants, Inc., 9.45%, 12/15/14, Callable 2/28/09 @ 101.00	100,000	89,500
NPC International, Inc., 9.50%, 5/1/14, Callable 5/1/10 @ 104.75	50,000	31,000
Rare Restaurant Group LLC, 9.25%, 5/15/14, Callable 5/15/11 @ 104.63 (b)	50,000	25,000
Sbarro, Inc., 10.38%, 2/1/15, Callable 2/1/10 @ 107.78	50,000	29,000
		211,875
Software/Services—0.7%		
CompuCom Systems, Inc., 12.50%, 10/1/15, Callable 10/1/11 @ 106.25 (b)	50,000	40,000
Unisys Corp., 12.50%, 1/15/16, Callable 1/15/12 @ 106.25	35,000	24,413
		64,413

Steel Producers/Products-1.4%

AK Steel Corp., 7.75%, 6/15/12, Callable 6/15/09 @ 101.29	100,000	80,000
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Ryerson, Inc., 12.00%, 11/1/15, Callable 11/1/11 @ 106.00 (b)	50,000	34,000
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Tube City IMS Corp., 9.75%, 2/1/15, Callable 2/1/11 @ 104.88	50,000	29,000
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143,000

Support - Services-6.3%

Aramark Services, Inc., 8.50%, 2/1/15, Callable 2/1/11 @104.25	75,000	64,125
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Avis Budget Car Rental, Inc., 7.63%, 5/15/14, Callable 5/15/10 @ 103.81	100,000	36,000
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Education Management LLC:

8.75%, 6/1/14, Callable 6/1/10 @ 104.38	25,000	18,250
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10.25%, 6/1/16, Callable 6/1/11 @ 105.13	25,000	17,250
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H&E Equipment Services, Inc., 8.38%, 7/15/16, Callable 7/15/11 @ 104.19	75,000	39,750
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Hertz Corp., 8.88%, 1/1/14, Callable 1/1/10 @104.44	100,000	73,000
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Iron Mountain, Inc., 8.63%, 4/1/13, Callable 4/1/09 @ 100.00	100,000	91,250
JohnsonDiversey, Inc., 9.63%, 5/15/12, Callable 5/15/09 @ 101.60	100,000	89,000
KAR Holdings, Inc., 8.75%, 5/1/14, Callable 5/1/10 @ 104.38	50,000	32,500

Corporate Obligations, continued

	Shares or Principal Amount(\$)	Value(\$)
Support - Services, continued		
MediMedia USA, Inc., 11.38%, 11/15/14, Callable 11/15/09 @ 105.69 (b)	50,000	40,000
Pegasus Solutions, Inc., 10.50%, 4/15/15, Callable 4/15/11 @ 105.25 (b)	50,000	34,500
RSC Equipment Rental, Inc., 9.50%, 12/1/14, Callable 12/1/10 @ 104.75	50,000	30,000
Sotheby' s, 7.75%, 6/15/15 (b)	50,000	29,500
United Rentals, Inc., 6.50%, 2/15/12, Callable 12/15/09 @ 101.53	25,000	17,500
West Corp., 11.00%, 10/15/16, Callable 10/15/11 @ 105.50	25,000	11,687

624,312

Telecom - Integrated/Services-3.7%

Broadview Networks Holdings, Inc., 11.38%, 9/1/12, Callable 9/1/09 @ 105.69	25,000	18,000
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Cincinnati Bell, Inc., 8.38%, 1/15/14, Callable 1/15/09 @ 104.19	85,000	61,413
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Citizens Communications Co., 7.13%, 3/15/19	50,000	30,750
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Fairpoint Communications, Inc., 13.13%, 4/1/18, Callable 4/1/13 @ 106.56 (b)	25,000	17,625
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Level 3 Financing, Inc., 9.25%, 11/1/14, Callable 11/1/10 @ 104.63	50,000	28,500
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Nordic Telephone Co., Holdings, 8.88%, 5/1/16, Callable 5/1/11 @ 104.44 (b)	50,000	42,000
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PAETEC Holding Corp., 9.50%, 7/15/15, Callable 7/15/11 @ 104.75	50,000	28,375
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Qwest Corp., 7.63%, 6/15/15	150,000	114,750
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Windstream Corp., 8.63%, 8/1/16, Callable 8/1/11 @ 104.31	25,000	18,875
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360,288

Telecom - Wireless-4.5%

Centennial Communications Corp., 10.00%, 1/1/13, Callable 1/1/09 @ 107.50	100,000	88,500
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Cricket Communications, 9.38%, 11/1/14, Callable 11/1/10 @ 104.69	50,000	40,625
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iPCS, Inc., 6.05%, 5/1/14, Callable 5/1/09 @ 101.00 (c)	100,000	69,000
--	---------	--------

MetroPCS Wireless, Inc., 9.25%, 11/1/14, Callable 11/1/10 @ 104.63	100,000	83,250
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Sprint Capital Corp., 8.38%, 3/15/12	100,000	80,500
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Wind Acquisition Financial SA, 10.75%, 12/1/15, Callable 12/1/10 @ 105.38 (b)	100,000	77,000
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	438,875
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Theaters & Entertainment-0.8%

AMC Entertainment, Inc., 11.00%, 2/1/16, Callable 2/1/11 @ 105.50	100,000	79,000
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Tobacco-0.4%

Alliance One International, Inc., 8.50%, 5/15/12	50,000	38,500
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Transportation Excluding Air/Rail-0.3%

Navios Maritime Holdings, Inc., 9.50%, 12/15/14, Callable 12/15/10 @ 104.75	25,000	20,500
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Swift Transportation Co., Inc., 10.55%, 5/15/15, Callable 5/15/09 @ 102.00 (b)(c)	50,000	10,000
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		30,500
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See notes to financial statements.

HSBC INVESTOR PORTFOLIOS 50

HSBC INVESTOR HIGH YIELD FIXED INCOME PORTFOLIO

Schedule of Portfolio Investments—as of October 31, 2008 (continued)

Corporate Obligations, continued

Shares or Principal Amount(\$)	Value(\$)
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TOTAL CORPORATE OBLIGATIONS
(COST \$13,987,036)

9,547,901

TOTAL INVESTMENTS
(COST \$14,005,584) – 96.8%

9,548,913

Percentages indicated are based on net assets of \$9,862,202.

(a) Represents non-income producing security.

(b) Security exempt from registration under Rule 144a of the Securities Act of 1933. This security may be resold in transactions exempt from registration, normally to qualified institutional buyers. This security has been deemed liquid by the Investment Adviser based on procedures approved by the Board of Trustees.

(c) Variable rate security. The interest rates on these securities are adjusted periodically to reflect then-current short-term interest rates. The rates presented represent the rates in effect on October 31, 2008. The maturity dates presented reflect the final maturity dates. However, some of these securities may contain put or demand features that allow the fund to require the issuer to repurchase the security from the fund within various time periods, including daily, weekly, monthly, or semi-annually.

(d) Non-Income Producing; Defaulted Bond.

(e) Step Bond. Income recognition is on the effective yield method for Step Bonds.

LLC – Limited Liability Co.

LP – Limited Partnership

PLC – Public Limited Co.

51 HSBC INVESTOR PORTFOLIOS

See notes to financial statements.

H SBC INVESTOR INTERMEDIATE DURATION FIXED INCOME PORTFOLIO

Schedule of Portfolio Investments—as of October 31, 2008

Certificates of Deposit—0.7%

Banking—0.7%

	Shares or Principal Amount(\$)	Value(\$)
First Tennessee Bank, 2.96%, 12/17/09 (a)	100,000	99,029

**TOTAL CERTIFICATES OF DEPOSIT
(COST \$94,978)**

99,029

U.S. Government and Government Agency Obligations—59.2%

Federal Home Loan Mortgage Corp.—13.0%

5.13%, 11/17/17 400,000 396,699

Pool #1B2655, 6.21%, 12/1/34 (a)(d) 90,336 90,780

Pool #1J1313, 6.37%, 6/1/36 (a) 212,618 215,762

Pool #847557, 5.89%, 7/1/34 (a)(d) 93,181 95,158

Pool #G02981, 6.00%, 6/1/37 162,895 162,701

TBA November:

5.00%, 11/15/22 660,000 644,325

5.50%, 11/15/22 150,000 149,297

1,754,722

Federal National Mortgage Association—32.6%

3.25%, 8/12/10	150,000	150,374
Pool #922090, 5.84%, 3/1/37 (a)	268,540	271,281
TBA November:		
5.00%, 11/15/36	350,000	331,516
5.50%, 11/15/36	2,175,000	2,124,703
6.00%, 11/15/37	975,000	974,391
6.50%, 11/15/37	550,000	557,391
		4,409,656

Government National Mortgage Association–4.6%

TBA November:		
5.00%, 11/15/36	300,000	286,218
5.50%, 11/15/36	90,000	88,256
6.00%, 11/15/36	250,000	250,000
		624,474

U.S. Treasury Notes—9.0%

4.75%, 2/15/10	340,000	353,919
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2.63%, 5/31/10	68,000	69,232
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4.75%, 1/31/12	35,000	38,101
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2.75%, 2/28/13	382,000	387,282
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3.38%, 7/31/13	185,000	190,434
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3.88%, 5/15/18	45,000	44,926
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4.00%, 8/15/18	130,000	130,173
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1,214,067

TOTAL U.S. GOVERNMENT AND GOVERNMENT AGENCY OBLIGATIONS (COST \$8,085,101)	8,002,919
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Corporate Obligations—29.4%

Agricultural Chemicals—0.7%

Agrium, Inc., 6.75%, 1/15/19	100,000	90,203
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Banking-0.5%

American Express Centurion Bank, 5.95%, 6/12/17	100,000	73,882
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Corporate Obligations, continued

Shares or Principal Amount(\$)	Value(\$)
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Building & Construction Products-1.4%

Martin Marietta Materials, Inc., 3.62%, 4/30/10 (a)	100,000	96,560
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Masco Corp., 3.12%, 3/12/10 (a)(d)	100,000	94,183
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190,743

Chemicals–0.1%

Chemtura Corp., 6.88%, 6/1/16	25,000	15,625
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Computer Services–0.7%

Electronic Data Systems, Series B, 6.00%, 8/1/13	100,000	94,399
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Electric–4.5%

Duke Energy Corp., 5.65%, 6/15/13	75,000	67,723
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Florida Power Corp., 5.65%, 6/15/18	75,000	66,395
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MidAmerican Energy Co., 5.95%, 7/15/17	450,000	393,362
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Puget Sound Energy, Inc., 6.97%, 6/1/67, Callable 6/1/17 @ 100	100,000	83,500
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610,980

Finance–5.9%

Bear Stearns Co., Inc.:

4.50%, 10/28/10	75,000	72,901
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Series B, 6.95%, 8/10/12, MTN	150,000	148,014
Citigroup, Inc., 6.50%, 8/19/13	25,000	23,699
Countrywide Home Loans, Series L, 4.00%, 3/22/11, MTN	150,000	138,332
Ford Motor Credit Co., LLC, 9.75%, 9/15/10	300,000	204,015
Lehman Brothers Holdings, Series I, 0.00%, 5/2/18, MTN (e)(f)	75,000	9,750
Morgan Stanley, Series F, 6.00%, 4/28/15, MTN	75,000	60,941
XTRA Finance Corp., 5.15%, 4/1/17	150,000	136,362
		794,014

Forestry/Paper-0.1%

Georgia-Pacific Corp., 7.70%, 6/15/15	25,000	17,375
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Gaming-0.1%

MGM MIRAGE, Inc., 6.75%, 4/1/13	25,000	15,625
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Health Services–0.2%

Community Health Systems, Inc., 8.88%, 7/15/15, Callable 7/15/11 @ 104.44	25,000	20,938
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Hospitals–0.4%

HCA, Inc., 5.75%, 3/15/14	100,000	59,000
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Media–2.9%

Time Warner Entertainment, 8.88%, 10/1/12	350,000	344,075
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Vivendi, 5.75%, 4/4/13 (b)	50,000	45,936
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390,011

Media - Cable–0.2%

Cablevision Systems Corp., Series B, 8.00%, 4/15/12	25,000	21,031
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Medical–0.2%

Glaxosmithkline Capital, Inc., 4.85%, 5/15/13	25,000	23,713
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See notes to financial statements.

HSBC INVESTOR PORTFOLIOS 52

HSBC INVESTOR INTERMEDIATE DURATION FIXED INCOME PORTFOLIO

Schedule of Portfolio Investments—as of October 31, 2008 (continued)

Corporate Obligations, continued

	Shares or Principal Amount(\$)	Value(\$)
Office Equipment & Services—0.7%		
Xerox Corp., 3.63%, 12/18/09 (a)(d)	100,000	91,227
Oil & Gas—0.1%		
Pioneer Natural Resources Co., 5.88%, 7/15/16	25,000	18,266

Pipelines—0.7%

Dynegy Holdings, Inc., 7.75%, 6/1/19	25,000	16,750
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Transcontinental Gas Pipeline Corp., 6.05%, 6/15/18	100,000	79,993
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96,743

Retail—0.2%

Kroger Co. (The), 5.00%, 4/15/13	25,000	22,542
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Support - Services—0.3%

Aramark Services, Inc., 8.50%, 2/1/15, Callable 2/1/11 @104.25	25,000	21,375
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Iron Mountain, Inc., 8.00%, 6/15/20, Callable 6/15/13 @ 104	25,000	19,625
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41,000

Telecom - Integrated/Services-0.1%

Qwest Corp., 7.63%, 6/15/15	25,000	19,125
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Telecommunications-2.6%

Sprint Nextel Corp., 6.00%, 12/1/16	135,000	93,487
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Verizon Pennsylvania, Inc., 5.65%, 11/15/11	275,000	257,789
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351,276

Transportation-6.9%

American Airlines, Inc.:

Series 2001-2, Class A1, 6.98%, 4/1/11	56,774	52,091
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Series 2001-2, Class A2, 7.86%, 10/1/11	200,000	159,000
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Burlington Northern Santa Fe Railway Co., 4.83%, 1/15/23	230,919	222,400
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Continental Airlines, Inc., 5.98%, 4/19/22	100,000	69,500
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Norfolk Southern Corp., 5.75%, 4/1/18	50,000	43,038
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Union Pacific Corp., 5.75%, 11/15/17	150,000	127,129
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Union Pacific Railroad, 5.08%, 1/2/29	293,571	247,530
		920,688
TOTAL CORPORATE OBLIGATIONS (COST \$4,664,535)		3,978,406

Asset Backed Securities--21.4%

Asset Backed Funding Certificates, Series 2003-AHL1, Class A1, 3.68%, 3/25/33	210,318	174,153
Cairn Mezzanine plc, Series 2007-3A, Class B1, 3.70%, 8/13/47 (a)(b)	145,000	0
Capital Auto Receivables Asset Trust:		
Series 2005-1, Class A5, 4.66%, 1/15/10 (a)(d)	47,113	46,996
Series 2006-SN1A, Class A3, 5.31%, 10/20/09 (b)(d)	30,933	30,933
Series 2006-SN1A, Class A4B, 4.39%, 3/20/10 (a)(b)(d)	150,000	147,743
Series 2007-SN1, Class A3A, 5.47%, 7/15/10 (a)(d)	100,000	99,009

Asset Backed Securities, continued

	Shares or Principal Amount(\$)	Value(\$)
Series 2007-SN1, Class A3B, 4.62%, 7/15/10 (a)(d)	110,000	107,451
Capital One Prime Auto Receivables Trust:		
Series 2005-1, Class A4, 4.58%, 4/15/11 (a)(d)	56,927	55,746
Series 2006-1, Class A3, 4.99%, 9/15/10 (d)	103,464	103,462
Carmax Auto Owner Trust, Series 2008-2, Class A2B, 5.46%, 9/15/11 (a)(d)	190,000	182,690
Chase Issuance Trust, Series 2005-A12, Class A, 4.57%, 2/15/11 (a)(d)	190,000	189,117
Countrywide Asset-Backed Certificates:		
Series 2006-S2, Class A5, 5.75%, 7/25/27 (a)	134,000	37,510
Series 2006-S4, Class A3, 5.80%, 7/25/34	209,304	121,552

Ford Credit Auto Owner Trust, Series 2006-C, Class A2A, 5.29%, 12/15/09 (d)	99,232	99,194
GE Business Loan Trust, Series 2006-2A, Class A, 4.74%, 11/15/34 (a)(b)(d)	234,628	194,307
GMAC Mortgage Corp., Loan Trust, Series 2006-HE3, Class A3, 5.81%, 10/25/36	170,000	95,285
Hyundai Auto Receivables Trust:		
Series 2007-A, Class A2B, 4.91%, 1/15/10 (a)(d)	27,636	27,583
Series 2008-A, Class A2, 4.16%, 5/16/11 (d)	140,000	137,338
IOWA Student Loan Liquidity Corp., Series 2005-1, Class A1, 3.24%, 6/25/14 (a)(d)	46,087	45,838
National Collegiate Student Loan Trust, Series 2006-3, Class A1, 3.29%, 9/25/19 (a)(d)	105,364	93,440
Nissan Auto Receivables Owner Trust, Series 2006-B, Class A3, 5.16%, 2/15/10 (d)	53,588	53,552
Preferred Term Securities XXII Ltd., 3.16%, 9/22/36, Callable 6/22/11 @ 100 (a)(b)(d)	196,273	106,086
Residential Funding Mortgage Securities, Series 2006-HSA1, Class A5, 5.31%, 2/25/36	65,000	16,658
SLM Student Loan Trust:		

Series 2005-4, Class A2, 3.62%, 4/26/21 (a)(d)	60,000	55,762
Series 2005-9, Class A4, 3.64%, 1/25/23 (a)(d)	190,000	179,690
Series 2006-7, Class A2, 3.53%, 10/25/16 (a)(d)	167,543	167,226
Series 2006-9, Class A2, 3.54%, 4/25/17 (a)(d)	33,569	33,402
Series 2006-B, Class A1, 2.83%, 9/15/20 (a)(d)	147,433	137,850
South Carolina Student Loan Corp., Series 2008-1, Class A1, 3.31%, 9/2/14 (a)(d)	126,487	123,917
World Omni Auto Receivables Trust, Series 2007-B, Class A2B, 4.88%, 2/16/10 (a)(d)	38,426	38,364
TOTAL ASSET BACKED SECURITIES (COST \$3,444,458)		2,901,854

HSBC INVESTOR INTERMEDIATE DURATION FIXED INCOME PORTFOLIO

Schedule of Portfolio Investments—as of October 31, 2008 (continued)

Collateralized Mortgage Obligations—5.6%

	Shares or Principal Amount(\$)	Value(\$)
Banc of America Mortgage Securities, Series 2005-D, Class 2A4, 4.79%, 5/25/35 (a)(d)	176,166	169,438
Deutsche Mortgage Securities, Inc., Series 2006-WF1, Class 1A1, 5.09%, 6/26/35 (a)(b)	125,537	124,963
Freddie Mac:		
Series 2988, Class AF, 4.89%, 6/15/35 (a)(d)	146,963	138,355
Series 3212, Class BK, 5.40%, 9/15/36	150,000	137,866
Residential Asset Securitization Trust, Series 2003-A15, Class 1A2, 3.71%, 2/25/34 (a)(d)	214,932	190,967
TOTAL COLLATERALIZED MORTGAGE OBLIGATIONS (COST \$806,547)		761,589

Commercial Mortgage Backed Securities—7.9%

Citigroup/Deutsche Bank Commercial Mortgage Trust, Series 2007-CD4, Class A2B, 5.21%, 12/11/49	200,000	174,489
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Commercial Mortgage Pass -
Through Certificate:

Series 2005-LP5, Class AJ, 5.05%, 5/10/43	200,000	135,573
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Series 2006-FL12, Class A2, 4.66%, 12/15/20 (a)(b)(d)	239,553	203,889
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Greenwich Capital Commercial Funding Corp.:

Series 2006-GG7, Class A2, 5.91%, 7/10/38 (a)	90,000	83,225
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Series 2006-GG7, Class A4, 5.91%, 7/10/38 (a)	140,000	111,661
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LB-UBS Commercial Mortgage Trust, Series 2006-C6, Class A2, 5.26%, 9/15/39	70,000	64,299
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Morgan Stanley Capital I, Series 2007-IQ14, Class A2, 5.61%, 4/15/49	220,000	190,911
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Washington Mutual Commercial Mortgage Securities Trust, Series 2006-SL1, Class A, 5.30%, 11/23/43 (a)(b)	144,541	108,406
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**TOTAL COMMERCIAL MORTGAGE
BACKED SECURITIES
(COST \$1,295,102)**

1,072,453

Foreign Bonds—0.6%

United Kingdom—0.6%

Barclays Bank plc, 5.93%, 12/31/49 (b)

150,000

80,524

**TOTAL FOREIGN BONDS
(COST \$151,088)**

80,524

Municipal Bonds—0.5%

Arizona Educational Loan Marketing Corp.
Educational Loan Revenue, Series A-1-B,
3.71%, 1/25/10, (Credit Support Guaranteed
Student Loans) (a)(d)

74,000

72,335

**TOTAL MUNICIPAL BONDS
(COST \$73,934)**

72,335

Investment Company–13.6%

	Shares or Principal Amount(\$)	Value(\$)
Northern Institutional Diversified Assets Portfolio, Shares Class, 0.82% (c)(d)	1,838,531	1,838,531
TOTAL INVESTMENT COMPANY (COST \$1,838,531)		1,838,531
TOTAL INVESTMENTS (COST \$20,454,274) – 139.0%		18,807,640

Percentages indicated are based on net assets of \$13,530,986.

- (a) Variable rate security. The interest rates on these securities are adjusted periodically to reflect then-current short-term interest rates. The rates presented represent the rates in effect on October 31, 2008. The maturity dates presented reflect the final maturity dates. However, some of these securities may contain put or demand features that allow the fund to require the issuer to repurchase the security from the fund within various time periods, including daily, weekly, monthly, or semi-annually.

- (b) Security exempt from registration under Rule 144a of the Securities Act of 1933. This security may be resold in transactions exempt from registration, normally to qualified institutional buyers. This security has been deemed liquid by the Investment Adviser based on procedures approved by the Board of Trustees.
- (c) The rates presented represent the annualized one day yield that was in effect on October 31, 2008.
- (d) Security held as collateral for to be announced securities.
- (e) Security is non-income producing; Defaulted Bond.
- (f) In connection with the Lehman Brothers Holdings, Inc. bankruptcy filing announcement on September 15, 2008, the Fund stopped accruing prospective interest amounts on that date.
- LB – Lehman Brothers
- LLC – Limited Liability Co.
- MTN – Medium Term Note
- PLC – Public Limited Co.
- TBA – Security was traded on a “to be announced” basis. Represents 40.0% of net assets.

See notes to financial statements.

H SBC INVESTOR GROWTH PORTFOLIO

Schedule of Portfolio Investments—as of October 31, 2008

Common Stocks—97.1%

	Shares	Value(\$)
Aerospace & Defense—2.3%		
Precision Castparts Corp.	15,400	998,074
Rockwell Collins, Inc.	24,500	912,135
		1,910,209
Agriculture—3.1%		
Monsanto Co.	28,800	2,562,624
Biotechnology—8.3%		
Cephalon, Inc. (a)	10,700	767,404

Genzyme Corp. (a)	34,900	2,543,512
Gilead Sciences, Inc. (a)	58,900	2,700,565
Illumina, Inc. (a)	24,900	767,667
		<hr/>
		6,779,148
		<hr/>
Business Services—0.7%		
Ecolab, Inc.	14,900	555,174
		<hr/>
Coal—0.8%		
Consol Energy, Inc.	21,200	665,468
		<hr/>
Communication Equipment—3.5%		
Cisco Systems, Inc. (a)	117,800	2,093,306
Juniper Networks, Inc. (a)	39,500	740,230
		<hr/>
		2,833,536

Computer Storage–1.1%

EMC Corp. (a)	76,200	897,636
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Credit Card–4.3%

MasterCard, Inc., Class A	9,600	1,419,072
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Visa, Inc., Class A	37,800	2,092,230
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3,511,302

Distribution & Wholesale–1.8%

Fastenal Co.	37,000	1,489,620
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Electric, Gas & Water–0.8%

FirstEnergy Corp.	12,800	667,648
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Engineering & Construction–2.0%

Fluor Corp.	19,100	762,663
Quanta Services, Inc. (a)	46,000	908,960
		<hr/>
		1,671,623
		<hr/>
Exchanges–1.5%		
IntercontinentalExchange, Inc. (a)	14,800	1,266,288
		<hr/>
Hardware & Peripherals–4.6%		
Apple, Inc. (a)	12,000	1,291,080
Hewlett-Packard Co.	63,800	2,442,264
		<hr/>
		3,733,344
		<hr/>
Household Products–1.6%		
The Procter & Gamble Co.	19,800	1,277,892
		<hr/>

Industrial Conglomerates–6.9%

Danaher Corp.	40,900	2,422,916
SPX Corp.	33,300	1,290,042
United Technologies Corp.	36,000	1,978,560

5,691,518

Internet–2.4%

Google, Inc., Class A (a)	5,480	1,969,293
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Common Stocks, continued

SharesValue(\$)

Investment Management–2.5%

BlackRock, Inc.	6,100	801,174
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The Charles Schwab Corp.	66,500	1,271,480
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2,072,654

Medical Products-6.8%

Alcon, Inc. ADR	8,300	731,396
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Allergan, Inc.	24,100	956,047
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Baxter International, Inc.	26,000	1,572,740
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Mindray Medical International Ltd. ADR	33,690	726,356
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St. Jude Medical, Inc. (a)	42,500	1,616,275
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5,602,814

Medical Services & Distributors-6.9%

Medco Health Solutions, Inc. (a)	94,300	3,578,685
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Thermo Fisher Scientific, Inc. (a)	50,800	2,062,480
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5,641,165

Oil & Gas Drill & Equipment–2.2%

FMC Technologies, Inc. (a)	23,300	815,267
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Weatherford International Ltd. (a)	56,800	958,784
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1,774,051

Oil & Gas Exploration & Production–1.4%

Southwestern Energy Co. (a)	32,400	1,154,088
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Pharmaceuticals–2.2%

Teva Pharmaceutical Industries Ltd. ADR	41,100	1,762,368
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Railroad–3.4%

Norfolk Southern Corp.	17,900	1,072,926
------------------------	--------	-----------

Union Pacific Corp.	25,400	1,695,958
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2,768,884

Retail—7.4%

Costco Wholesale Corp.	17,800	1,014,778
------------------------	--------	-----------

Kohl's Corp. (a)	24,100	846,633
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Lowe's Cos., Inc.	37,700	818,090
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Target Corp.	29,200	1,171,504
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Wal-Mart Stores, Inc.	40,100	2,237,981
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6,088,986

Retail Pharmacy—2.4%

CVS Caremark Corp.	63,000	1,930,950
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Software Services—7.4%

Cognizant Technology Solutions Corp. (a)	78,400	1,505,280
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Dolby Laboratories, Inc., Class A (a)	24,800	782,936
Microsoft Corp.	110,700	2,471,931
Oracle Corp. (a)	71,000	1,298,590
		6,058,737
Solar—1.0%		
First Solar, Inc. (a)	5,700	819,090
Telecommunication—5.5%		
Equinix, Inc. (a)	19,400	1,210,948
QUALCOMM, Inc.	86,000	3,290,360
		4,501,308
Transportation—1.3%		
C.H. Robinson Worldwide, Inc.	20,700	1,071,846

HSBC INVESTOR GROWTH PORTFOLIO

Schedule of Portfolio Investments—as of October 31, 2008 (continued)

Common Stocks, continued

	Shares	Value(\$)
Travel & Leisure—1.0%		
Priceline.com, Inc. (a)	15,500	815,765
TOTAL COMMON STOCKS (COST \$99,596,095)		79,545,029

Investment Company—5.8%

Northern Institutional Diversified Assets Portfolio, Shares Class, 0.82% (b)	4,761,126	4,761,126
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TOTAL INVESTMENT COMPANY (COST \$4,761,126)		4,761,126
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TOTAL INVESTMENTS (COST \$104,357,221) – 102.9%		84,306,155
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Percentages indicated are based on net assets of \$81,941,512.

(a) Represents non-income producing security.

(b) The rates presented represent the annualized one day yield that was in effect on October 31, 2008.

ADR – American Depositary Receipt

See notes to financial statements.

Schedule of Portfolio Investments—as of October 31, 2008

Common Stocks—96.5%

	Shares	Value(\$)
<hr/>		
Australia—2.3%		
BHP Billiton Ltd.	98,200	1,885,840
Caltex Australia Ltd.	66,600	419,310
Lend Lease Corp., Ltd.	143,700	664,688
National Australia Bank Ltd.	47,565	771,507
OZ Minerals Ltd.	316,752	198,914
Qantas Airways Ltd.	412,833	670,300
		<hr/>
		4,610,559
		<hr/>
Austria—0.6%		
Voestalpine AG	51,400	1,254,245

Belgium–1.2%

Fortis	60,632	68,770
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Solvay SA, Class A	24,600	2,287,892
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2,356,662

Brazil–0.2%

Banco Do Brasil SA	60,000	396,305
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Canada–5.1%

Barrick Gold Corp.	37,500	857,819
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Canadian Imperial Bank of Commerce	21,000	952,739
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Fairfax Financial Holdings Ltd.	5,200	1,428,619
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Gerdau Ameristeel Corp.	89,300	478,075
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Industrial Alliance Insurance and Financial Services, Inc.	26,100	541,584
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Inmet Mining Corp.	11,300	253,706
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Nexen, Inc.	40,284	639,970
Petro-Canada	90,000	2,251,494
Royal Bank of Canada	45,400	1,765,053
Teck Cominco Ltd., B Shares	41,100	409,362
WestJet Airlines Ltd.	59,300	508,440
		10,086,861
China-0.6%		
China Petroleum & Chemical Corp.	1,920,000	1,260,840
Finland-2.1%		
Nokia Oyj	129,400	1,981,949
Stora Enso Oyj, R Shares	236,600	2,199,992
		4,181,941

France—14.7%

Air France-KLM	28,700	413,454
BNP Paribas SA	64,580	4,662,229
Compagnie Generale des Etablissements Michelin, B Shares	39,700	2,043,167
Credit Agricole SA	185,402	2,681,907
France Telecom SA	107,200	2,702,802
Lagardere SCA	46,400	1,844,655
Renault SA	51,500	1,578,181
Sanofi-Aventis	68,900	4,364,808
Societe Generale	44,231	2,410,536
Total SA	109,700	6,034,287
Vallourec SA	4,500	503,308

29,239,334

Germany—13.5%

Allianz SE	39,800	2,994,584
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BASF AG	127,200	4,269,723
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Common Stocks, continued

	Shares	Value(\$)
Germany, continued		
Deutsche Bank AG	64,400	2,447,181
Deutsche Lufthansa AG	162,600	2,262,064
Deutsche Telekom AG	220,300	3,270,737
E.ON AG	115,500	4,419,777
Infineon Technologies AG (a)	304,300	951,825
Muenchener Rueckversicherungs-Gesellschaft AG	27,700	3,668,974
RWE AG	31,860	2,649,103
		26,933,968

India-0.4%

State Bank of India GDR	17,600	805,200
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Italy-3.1%

ENI SpA	189,900	4,532,045
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Fondiaria-SAI SpA	52,400	984,315
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Telecom Italia SpA	536,000	615,668
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6,132,028

Japan-18.4%

Alps Electric Co., Ltd.	55,000	302,628
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FUJITSU Ltd.	573,000	2,253,381
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Hitachi Ltd.	170,000	798,321
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Honda Motor Co., Ltd.	99,000	2,462,174
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JFE Holdings, Inc.	86,100	2,197,321
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Mitsubishi Chemical Holdings Corp.	303,000	1,225,178
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Mitsubishi Corp.	129,000	2,162,718
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Mitsui & Co., Ltd.	149,000	1,444,030
Mitsui O.S.K. Lines Ltd.	234,000	1,222,176
NAMCO BANDAI Holdings, Inc.	123,800	1,273,343
Nippon Mining Holdings, Inc.	360,000	1,102,311
Nippon Steel Corp.	329,000	1,107,611
Nippon Telegraph & Telephone Corp.	630	2,571,377
Nippon Yusen Kabushiki Kaisha	50,000	241,833
Nissan Motor Co., Ltd.	534,700	2,656,072
ORIX Corp.	21,300	2,188,873
Sharp Corp.	261,000	1,863,202
Sony Corp.	12,510	296,552
Sumitomo Mitsui Financial Group, Inc.	570	2,285,517
The Tokyo Electric Power Co., Inc.	100,900	2,858,120
Toshiba Corp.	543,000	1,963,027
Toyota Motor Corp.	56,700	2,214,637

36,690,402

Luxembourg-0.8%

ArcelorMittal	64,352	1,673,566
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Netherlands-2.6%

ING Groep NV	155,768	1,460,992
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Koninklijke Ahold NV	266,720	2,863,012
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Koninklijke DSM NV	32,100	893,832
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	5,217,836	
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Norway-1.5%

StatoilHydro ASA	153,100	3,081,362
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Russian Federation-0.7%

JSC MMC Norilsk Nickel ADR	68,750	689,953
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LUKOIL ADR	16,550	635,372
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1,325,325

HSBC INVESTOR INTERNATIONAL EQUITY PORTFOLIO

Schedule of Portfolio Investments—as of October 31, 2008 (continued)

Common Stocks, continued

	Shares	Value(\$)
	<hr/>	<hr/>
Singapore—0.4%		
Flextronics International Ltd. (a)	80,400	336,072
Neptune Orient Lines Ltd.	427,000	360,769
		<hr/>
		696,841

South Africa–0.6%

Sanlam Ltd.	554,040	910,406
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Standard Bank Group Ltd.	31,023	246,649
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1,157,055

South Korea–1.1%

Honam Petrochemical Corp.	8,100	331,597
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Hynix Semiconductor, Inc. (a)	24,700	211,635
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Industrial Bank of Korea GDR	88,300	488,915
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KB Financial Group, Inc. ADR (a)	14,600	359,306
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Samsung Electronics Co., Ltd., Preferred	2,900	761,674
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2,153.127

Spain–1.1%

Repsol YPF SA	118,600	2,255,028
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Sweden–1.5%

Ericsson LM, B Shares	83,000	565,321
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Nordea Bank AB	73,600	590,233
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Svenska Cellusoa AB (SCA), B Shares	189,700	1,401,579
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Volvo AB, B Shares	86,500	452,262
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3,009,395

Switzerland–3.8%

Credit Suisse Group	81,100	3,033,689
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Novartis AG	90,330	4,586,554
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7,620,243

Taiwan–1.0%

China Steel Corp. GDR	40,044	572,629
Compal Electronics, Inc.	581,895	417,870
Taiwan Semiconductor Manufacturing Co., Ltd.	510,961	743,872
United Microelectronics Corp.	1,143,805	314,232
		2,048,603

Thailand–0.3%

PTT Public Co., Ltd.	121,400	558,102
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United Kingdom–18.9%

Associated British Foods plc	199,300	2,229,597
Aviva plc	352,191	2,100,382
Barclays plc	591,100	1,694,081
BP plc	319,500	2,603,851
British Energy Group plc	277,000	3,312,478
GlaxoSmithKline plc	259,600	4,989,491

HBOS plc	853,235	1,396,818
Kazakhmys plc	84,600	396,563
Lloyds TSB Group plc	370,300	1,196,597
Royal Bank of Scotland Group plc	1,065,102	1,172,982
Royal Dutch Shell plc, A Shares	277,887	7,701,302
Royal Dutch Shell plc, B Shares	45,973	1,246,147
RSA Insurance Group plc	776,127	1,725,616
Vodafone Group plc	2,624,658	5,048,034
Xstrata plc	51,700	884,107

37,698,046

Common Stocks, continued

Shares

Value(\$)

TOTAL COMMON STOCKS (COST \$313,588,837)	192,442,874
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Right-0.0%

Belgium-0.0%

Fortis (a)	121,532	0
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Investment Company-2.4%

Northern Institutional Diversified Assets Portfolio, Shares Class, 0.82% (b)	4,744,098	4,744,098
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TOTAL INVESTMENT COMPANY (COST \$4,744,098)	4,744,098
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TOTAL INVESTMENTS (COST \$318,332,935) – 98.9%	197,186,972
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Percentages indicated are based on net assets of \$199,308,910.

(a) Represents non-income producing security.

(b) The rates presented represent the annualized one day yield that was in effect on October 31, 2008.

ADR – American Depositary Receipt

GDR – Global Depositary Receipt

PLC – Public Limited Co.

SPA – Standby Purchase Agreement

Schedule Portfolio Investments - October 31, 2008

Industry	Percent of Net Assets
Automotive	5.5%
Banking & Financial Services	17.6%
Broadcasting	0.0%
Building & Construction	0.7%
Cash & Cash Equivalents	2.4%
Chemicals	4.5%

Drugs - Medical	7.0%
Electrical	7.6%
Electronic Components & Semiconductors	4.7%
Food & Beverage	1.1%
Import/Export	0.7%
Insurance	6.5%
Manufacturing	1.9%
Metals & Mining	6.7%
Oil & Gas	17.4%
Paper & Related Products	1.1%
Publishing	0.9%
Retail	1.4%
Telecommunications	8.4%
Transportation Services	2.8%
<hr/>	
Total Investments	98.9%
<hr/>	

At October 31, 2008 the portfolio' s open forward currency contracts were as follows:

Currency	Delivery Date	Amount (Local Currency)	Contract Value (U.S. Dollars) (\$)	Value (\$)	Unrealized Appreciation/ (Depreciation) (\$)

SHORT CONTRACTS

Canadian Dollar	12/15/08	7,997,000	6,689,531	6,638,553	50,978
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See notes to financial statements.

HSBC INVESTOR PORTFOLIOS 58

HSBC INVESTOR OPPORTUNITY PORTFOLIO

Schedule of Portfolio Investments—as of October 31, 2008

Common Stocks—96.8%

	Shares	Value(\$)
Aerospace & Defense—1.4%		
BE Aerospace, Inc. (a)	142,500	1,833,975

Biotechnology—5.2%

Illumina, Inc. (a)	144,300	4,448,769
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Invitrogen Corp. (a)	76,900	2,213,951
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6,662,720

Business Services—2.3%

Navigant Consulting, Inc. (a)	179,550	2,903,324
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Computer Software—14.9%

ACI Worldwide, Inc. (a)	92,200	1,263,140
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BMC Software, Inc. (a)	127,400	3,289,468
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Brocade Communications Systems, Inc. (a)	342,200	1,290,094
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Check Point Software Technologies Ltd. (a)	155,450	3,143,199
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Citrix Systems, Inc. (a)	108,200	2,788,314
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NetApp, Inc. (a)	91,400	1,236,642
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Nuance Communications, Inc. (a)	262,850	2,405,077
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Satyam Computer Services Ltd. ADR	135,400	2,129,842
VeriFone Holdings, Inc. (a)	138,400	1,572,224
		<hr/>
		19,118,000
		<hr/>

Consumer Products–8.1%

AptarGroup, Inc.	58,500	1,773,720
Church & Dwight Co., Inc.	72,100	4,260,389
Crown Holdings, Inc. (a)	135,400	2,732,372
Packaging Corp. of America	93,800	1,578,654
		<hr/>
		10,345,135
		<hr/>

Diversified Manufacturing Operations–2.6%

Actuant Corp., Class A	44,800	803,264
AMETEK, Inc.	74,500	2,477,125
		<hr/>

3,280,389

Education—4.7%

Corinthian Colleges, Inc. (a)	154,429	2,205,246
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DeVry, Inc.	67,350	3,818,072
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6,023,318

**Electronic Components &
Semiconductors—0.5%**

ATMI, Inc. (a)	51,300	623,808
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Financial Services—5.4%

Annaly Capital Management, Inc.	72,100	1,002,190
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Huntington Bancshares, Inc.	152,600	1,442,070
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PrivateBancorp, Inc.	86,600	3,118,466
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Zions Bancorporation	36,900	1,406,259
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6,968,985

Health Care—8.2%

DaVita, Inc. (a)	71,300	4,046,275
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DENTSPLY International, Inc.	58,500	1,777,230
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Gen-Probe, Inc. (a)	65,700	3,091,842
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Pediatrics Medical Group, Inc. (a)	40,450	1,563,392
------------------------------------	--------	-----------

10,478,739

Homebuilders—1.3%

Toll Brothers, Inc. (a)	70,500	1,629,960
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Common Stocks, continued

Shares

Value(\$)

Industrial Manufacturing–5.7%

IDEX Corp.	99,400	2,304,092
Mettler-Toledo International, Inc. (a)	49,650	3,800,211
WESCO International, Inc. (a)	62,500	1,242,500
		7,346,803

Internet Related–1.4%

VeriSign, Inc. (a)	85,000	1,802,000
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Media–1.4%

DreamWorks Animation SKG, Inc. (a)	61,700	1,733,770
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Oil & Gas–9.5%

BJ Services Co.	54,900	705,465
Consol Energy, Inc.	35,700	1,120,623
Denbury Resources, Inc. (a)	247,700	3,148,267

Exterran Holdings, Inc. (a)	64,900	1,454,409
Massey Energy Co.	143,250	3,307,642
Range Resources Corp.	56,900	2,402,318
		<hr/>
		12,138,724
		<hr/>

Pharmaceuticals–12.6%

Alexion Pharmaceuticals, Inc. (a)	121,350	4,945,012
Elan Corp. plc ADR (a)	262,900	2,005,927
OSI Pharmaceuticals, Inc. (a)	125,050	4,745,648
Santarus, Inc. (a)	236,400	397,152
Shire plc ADR	102,600	4,047,570
		<hr/>
		16,141,309
		<hr/>

Retail–4.7%

Foot Locker, Inc.	111,400	1,628,668
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O' Reilly Automotive, Inc. (a)	80,900	2,193,199
PetSmart, Inc.	110,600	2,177,714
		<hr/>
		5,999,581
		<hr/>

Telecommunications–3.2%

Comverse Technology, Inc. (a)	218,800	1,590,676
Polycom, Inc. (a)	116,250	2,442,413
		<hr/>
		4,033,089
		<hr/>

Transportation–2.3%

Kansas City Southern (a)	96,200	2,969,694
		<hr/>

Utilities–1.4%

Equitable Resources, Inc.	52,900	1,836,159
		<hr/>

TOTAL COMMON STOCKS (COST \$154,485,572)		123,869,482
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Investment Company–3.7%

Northern Institutional Government Select Portfolio, Shares Class, 1.19% (b)	4,716,252	4,716,252
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TOTAL INVESTMENT COMPANY (COST \$4,716,252)		4,716,252
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TOTAL INVESTMENTS (COST \$159,201,824) – 100.5%		128,585,734
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Percentages indicated are based on net assets of \$127,969,639.

(a) Represents non-income producing security.

(b) The rates presented represent the annualized one day yield that was in effect on October 31, 2008.

ADR – American Depositary Receipt

HSBC INVESTOR VALUE PORTFOLIO

Schedule of Portfolio Investments–as of October 31, 2008

Common Stocks–91.4%

	Shares	Value(\$)
Aerospace & Defense–5.5%		
Lockheed Martin Corp.	14,900	1,267,245
Raytheon Co.	28,300	1,446,413
		2,713,658

Banking–3.5%

Wells Fargo & Co.	50,700	1,726,335
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Business Services–3.6%

Pitney Bowes, Inc.	71,600	1,774,248
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Computer Software–9.3%

CA, Inc.	135,600	2,413,680
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Microsoft Corp.	98,900	2,208,437
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4,622,117

Conglomerates–2.6%

Loews Corp.	38,332	1,273,006
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Consumer Products–6.0%

Altria Group, Inc.	30,800	591,052
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Kimberly-Clark Corp.	27,500	1,685,475
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Kraft Foods, Inc.	25,069	730,511
		3,007,038

Illinois Tool Works, Inc.	18,400	614,376
Ingersoll-Rand Co., Class A	32,400	597,780
		<hr/>
		1,212,156

NRG Energy, Inc. (a)	33,800	785,850
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JP Morgan Chase & Co.	50,750	2,093,437
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Aetna, Inc.	18,800	467,556
Aon Corp.	32,700	1,383,210
Genworth Financial, Inc., Class A	93,500	452,540
MetLife, Inc.	30,100	999,922
The Hartford Financial Services Group, Inc.	37,300	384,936
		3,688,164
Media—6.5%		
CBS Corp., Class B	34,350	333,538
Comcast Corp., Class A	51,650	796,443
Liberty Media Corp. Interactive, Class A (a)	37,087	180,985
Viacom, Inc., Class B (a)	94,000	1,900,680
		3,211,646
Metals & Mining—6.4%		

AngloGold Ashanti Ltd. ADR	70,027	1,277,993
Barrick Gold Corp.	62,600	1,422,272
United States Steel Corp.	13,800	508,944
		3,209,209

Common Stocks, continued

	Shares	Value(\$)
Oil & Gas-12.1%		
Apache Corp.	24,400	2,008,852
ConocoPhillips	9,571	497,883
Hess Corp.	13,600	818,856
Noble Energy, Inc.	40,700	2,109,074
Talisman Energy, Inc.	55,200	556,416

5,991,081

Paper & Related Products–0.8%

International Paper Co.	22,300	384,006
-------------------------	--------	---------

Pharmaceuticals–6.0%

Amgen, Inc. (a)	27,000	1,617,030
-----------------	--------	-----------

Sanofi-Aventis ADR	42,700	1,350,174
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2,967,204

Telecommunications–6.6%

AT&T, Inc.	51,791	1,386,445
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Motorola, Inc.	202,400	1,086,888
----------------	---------	-----------

Verizon Communications, Inc.	27,800	824,826
------------------------------	--------	---------

3,298,159

Tobacco—4.5%

Lorillard, Inc.	13,627	897,474
-----------------	--------	---------

Philip Morris International, Inc.	30,800	1,338,876
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2,236,350

Transportation—2.4%

Union Pacific Corp.	18,000	1,201,860
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TOTAL COMMON STOCKS

(COST \$58,020,424		45,395,524
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Investment Company—9.8%

Northern Institutional Government Select Portfolio, Shares Class, 1.19% (b)	4,851,586	4,851,586
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TOTAL INVESTMENT COMPANY
(COST \$4,851,586)

4,851,586

TOTAL INVESTMENTS
(COST \$62,864,410) – 101.2%

50,247,110

Percentages indicated are based on net assets of \$49,663,172.

(a) Represents non-income producing security.

(b) The rates presented represent the annualized one day yield that was in effect on October 31, 2008.

ADR – American Depositary Receipt

See notes to financial statements.

HSBC INVESTOR PORTFOLIOS 60

HSBC INVESTOR PORTFOLIOS

Statements of Assets and Liabilities—as of October 31, 2008

Core Plus Fixed Income Portfolio	High Yield Fixed Income Portfolio	Intermediate Duration Fixed Income Portfolio	Growth Portfolio	International Equity Portfolio
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Assets:

Investments in non-affiliates, at value	\$ 106,142,905	\$ 9,548,913	\$ 18,807,640	\$ 84,306,155	\$ 197,186,972
Foreign currency, at value	—	—	—	—	887,216
Variation margin on forward foreign currency exchange contracts	—	—	—	—	50,978
Segregated cash balances with brokers for futures contracts	226,031	—	42,034	—	—
Variation margin on futures contracts	228,891	—	45,938	—	—
Interest and dividends receivable	826,801	360,084	114,507	17,099	855,270
Receivable for investments sold	6,946,604	84,625	7,467	673,542	485,998
Prepaid expenses and other assets	174	540	—	384	493
	_____	_____	_____	_____	_____
Total Assets	114,371,406	9,994,162	19,017,586	84,997,180	199,466,927
	_____	_____	_____	_____	_____

Liabilities:

Cash overdraft	—	125,637	—	—	—
Payable for investments purchased	32,592,501	—	5,476,635	2,930,835	—

Accrued expenses and other liabilities:

Investment Management	40,706	5,517	4,707	119,846	122,908
Administration	1,579	183	236	1,396	3,455
Compliance Service	150	9	9	51	490
Trustee	77	11	11	67	203
Other	8,516	603	5,002	3,473	30,961

Total Liabilities	32,643,529	131,960	5,486,600	3,055,668	158,017

Net Assets:

Applicable to investors' beneficial interest	\$ 81,727,877	\$ 9,862,202	\$ 13,530,986	\$ 81,941,512	\$ 199,308,910

Total Investments, at cost	\$ 118,769,635	\$ 14,005,584	\$ 20,454,274	\$ 104,357,221	\$ 318,332,935

Foreign currency, at cost	\$ —	\$ —	\$ —	\$ —	\$ 891,417

HSBC INVESTOR PORTFOLIOS

Statements of Assets and Liabilities—as of October 31, 2008 (continued)

	Opportunity Portfolio	Value Portfolio
Assets:		
Investments in non-affiliates, at value	\$ 128,585,734	\$ 50,247,110
Interest and dividends receivable	21,479	63,780
Receivable for investments sold	1,964,302	—
Prepaid expenses and other assets	254	76
	_____	_____
Total Assets	130,571,769	50,310,966
	_____	_____
Liabilities:		
Payable for investments purchased	2,501,090	623,619
Accrued expenses and other liabilities:		
Investment Management	86,166	20,875
Administration	2,111	783

Compliance Services	116	42
Trustee	135	54
Other	12,512	2,421
Total Liabilities	2,602,130	647,794
Net Assets:		
Applicable to investors' beneficial interest	\$ 127,969,639	\$ 49,663,172
Total Investments, at cost	\$ 159,201,824	\$ 62,864,410

See notes to financial statements.

HSBC INVESTOR PORTFOLIOS 62

HSBC INVESTOR PORTFOLIOS

Statements of Operations—For the year ended October 31, 2008

Core Plus Fixed Income Portfolio	High Yield Fixed Income Portfolio	Intermediate Duration Fixed Income Portfolio	Growth Portfolio	International Equity Portfolio
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Investment Income:

Interest	\$	5,571,151	\$	1,238,822	\$	697,529	\$	–	\$	62,754
Dividends		159,338		6,169		37,052		663,139		13,819,514
Foreign tax withholding		–		–		–		–		(1,896,444)
		_____		_____		_____		_____		_____
Total Investment Income		5,730,489		1,244,991		734,581		663,139		11,985,824
		_____		_____		_____		_____		_____

Expenses:

Investment Management		512,368		80,253		58,198		419,329		2,264,311
Administration		22,821		2,861		3,115		17,490		75,275
Accounting		68,386		81,154		63,439		53,618		96,381
Compliance Service		518		55		56		342		1,769
Custodian		8,469		1,011		1,741		6,991		187,083
Printing		3,398		836		924		2,767		11,793
Professional fees		3,277		712		338		2,742		10,731
Trustee		1,541		192		203		1,175		5,260

Other	6,134	833	3,729	4,908	20,989
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Total expenses before fee reductions	626,912	167,907	131,743	509,362	2,673,592
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Fees reduced by Investment Adviser	—	—	—	(4,476)	—
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Total Expenses	626,912	167,907	131,743	504,886	2,673,592
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Net Investment Income (Loss)	5,103,577	1,077,084	602,838	158,253	9,312,232
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**Net Realized/Unrealized Gains
(Losses) from Investments:**

Net realized gains (losses) from investments and foreign currency transactions	(1,716,057)	(527,678)	(133,789)	(145,266)	10,348,234
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Net realized gains (losses) from futures	(44,872)	—	(4,155)	—	—
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Payment by affiliate for the violation of certain investment policies and limitations	—	—	—	64,658	—
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Change in unrealized appreciation/ depreciation from investments,futures and foreign currencies	(12,280,378)	(4,243,608)	(1,515,259)	(42,269,939)	(242,760,619)
	_____	_____	_____	_____	_____
Net realized/unrealized gains/losses from investment, future and foreign currency transactions	(14,041,307)	(4,771,286)	(1,653,203)	(42,350,547)	(232,412,385)
	_____	_____	_____	_____	_____
Change In Net Assets Resulting From Operations	\$ (8,937,730)	\$ (3,694,202)	\$ (1,050,365)	\$ (42,192,294)	\$ (223,100,153)
	_____	_____	_____	_____	_____

HSBC INVESTOR PORTFOLIOS

Statements of Operations—For the year ended October 31, 2008 (continued)

	Opportunity Portfolio	Value Portfolio
Investment Income:		
Dividends	\$ 774,001	\$ 1,505,621
	_____	_____
Total Investment Income	774,001	1,505,621

Expenses:

Investment Management	1,494,232	361,899
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Administration	39,939	14,767
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Accounting	54,168	53,235
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Compliance Service	660	279
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Custodian	14,652	3,847
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Printing	6,180	2,131
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Professional fees	5,212	2,028
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Trustee	2,470	1,007
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Other	10,784	4,032
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Total Expenses	1,628,297	443,225
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Net Investment Income (Loss)	(854,296)	1,062,396
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Net Realized/Unrealized Gains (Losses) from Investments:

Net realized gains (losses) from investments transactions	2,354,698	(7,776,127)
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Change in unrealized appreciation/depreciation from investments and foreign currencies	(73,360,727)	(25,258,253)
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Net realized/unrealized gains/losses from investment transactions	(71,006,029)	(33,034,380)
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Change In Net Assets Resulting From Operations	\$ (71,860,325)	\$ (31,971,984)
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See notes to financial statements.

HSBC INVESTOR PORTFOLIOS 64

HSBC INVESTOR PORTFOLIOS

Statements of Changes in Net Assets

Core Plus
Fixed Income
Portfolio

High Yield
Fixed Income
Portfolio

For the year
ended

For the year
ended

For the year
ended

For the year
ended

	October 31, 2008	October 31, 2007	October 31, 2008	October 31, 2007
Investment Activities:				
Operations:				
Net investment income (loss)	\$ 5,103,577	\$ 5,909,376	\$ 1,077,084	\$ 931,443
Net realized gains (losses) from investment transactions	(1,760,929)	2,910,717	(527,678)	119,132
Change in unrealized appreciation/depreciation from investments	(12,280,378)	(1,031,793)	(4,243,608)	(279,652)
	_____	_____	_____	_____
Change in net assets resulting from operations	(8,937,730)	7,788,300	(3,694,202)	770,923
	_____	_____	_____	_____
Proceeds from contributions	13,894,668	24,166,324	3,041,484	5,258,548
Value of withdrawals	(43,040,969)	(23,334,647)	(3,972,343)	(4,260,973)
	_____	_____	_____	_____
Change in net assets resulting from transactions in investors' beneficial interest	(29,146,301)	831,677	(930,859)	997,575
	_____	_____	_____	_____
Change in net assets	(38,084,031)	8,619,977	(4,625,061)	1,768,498
Net Assets:				

Beginning of period	119,811,908	111,191,931	14,487,263	12,718,765
	_____	_____	_____	_____
End of period	\$ 81,727,877	\$ 119,811,908	\$ 9,862,202	\$ 14,487,263
	_____	_____	_____	_____

HSBC INVESTOR PORTFOLIOS

Statements of Changes in Net Assets (continued)

	Intermediate Duration Fixed Income Portfolio	
	For the year ended October 31, 2008	For the year ended October 31, 2007
Investment Activities:		
Operations:		
Net investment income (loss)	\$ 602,838	\$ 882,974
Net realized gains (losses) from investment transactions	(137,944)	848,391
Change in unrealized appreciation/depreciation from investments	(1,515,259)	(182,994)
	_____	_____

Change in net assets resulting from operations	(1,050,365)	1,548,371
	_____	_____
Proceeds from contributions	3,554,894	2,605,895
Value of withdrawals	(4,032,112)	(8,612,265)
	_____	_____
Change in net assets resulting from transactions in investors' beneficial interest	(477,218)	(6,006,370)
	_____	_____
Change in net assets	(1,527,583)	(4,457,999)
Net Assets:		
Beginning of period	15,058,569	19,516,568
	_____	_____
End of period	\$ 13,530,986	\$ 15,058,569
	_____	_____

See notes to financial statements.

HSBC INVESTOR PORTFOLIOS 66

HSBC INVESTOR PORTFOLIOS

Statements of Changes in Net Assets (continued)

	Growth Portfolio		International Equity Portfolio	
	For the year ended October 31, 2008	For the year ended October 31, 2007	For the year ended October 31, 2008	For the year ended October 31, 2007
Investment Activities:				
Operations:				
Net investment income (loss)	\$ 158,253	\$ 334,013	\$ 9,312,232	\$ 8,527,724
Net realized gains (losses) from investment transactions	(80,608)	4,271,356	10,348,234	36,079,080
Change in unrealized appreciation/depreciation from investments and foreign currencies	(42,269,939)	16,611,654	(242,760,619)	42,586,569
	_____	_____	_____	_____
Change in net assets resulting from operations	(42,192,294)	21,217,023	(223,100,153)	87,193,373
	_____	_____	_____	_____
Proceeds from contributions	50,198,227	25,944,124	43,694,202	90,634,524
Value of withdrawals	(15,750,298)	(17,303,034)	(76,346,748)	(56,520,981)
	_____	_____	_____	_____
Change in net assets resulting from transactions in investors' beneficial interest	34,447,929	8,641,090	(32,652,546)	34,113,543
	_____	_____	_____	_____

Change in net assets	(7,744,365)	29,858,113	(255,752,699)	121,306,916
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Net Assets:

Beginning of period	89,685,877	59,827,764	455,061,609	333,754,693
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End of period	\$ 81,941,512	\$ 89,685,877	\$ 199,308,910	\$ 455,061,609
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HSBC INVESTOR PORTFOLIOS

Statements of Changes in Net Assets (continued)

	Opportunity Portfolio		Value Portfolio	
	For the year ended October 31, 2008	For the year ended October 31, 2007	For the year ended October 31, 2008	For the year ended October 31, 2007
Investment Activities:				
Operations:				
Net investment income (loss)	\$ (854,296)	\$ (1,201,508)	\$ 1,062,396	\$ 992,431

Net realized gains (losses) from investment transactions	2,354,698	58,390,322	(7,776,127)	6,083,399
Change in unrealized appreciation/depreciation from investments	(73,360,727)	1,890,389	(25,258,253)	71,241
Change in net assets resulting from operations	(71,860,325)	59,079,203	(31,971,984)	7,147,071
Proceeds from contributions	20,402,348	77,393,032	12,224,588	23,927,675
Value of withdrawals	(44,840,850)	(153,698,612)	(13,247,672)	(15,848,601)
Change in net assets resulting from transactions in investors' beneficial interest	(24,438,502)	(76,305,580)	(1,023,084)	8,079,074
Change in net assets	(96,298,827)	(17,226,377)	(32,995,068)	15,226,145
Net Assets:				
Beginning of period	224,268,466	241,494,843	82,658,240	67,432,095
End of period	\$ 127,969,639	\$ 224,268,466	\$ 49,663,172	\$ 82,658,240

HSBC INVESTOR PORTFOLIOS

Financial Highlights

Ratios/Supplementary Data						
	Total Return(a)	Net Assets at End of Period (000' s)	Ratio of Net Expenses to Average Net Assets(b)	Ratio of Net Investment Income (Loss) to Average Net Assets(b)	Ratio of Expenses to Average Net Assets(b)(c)	Portfolio Turnover Rate(a)
CORE PLUS FIXED INCOME PORTFOLIO						
Year Ended October 31, 2004	5.56%	\$ 169,459	0.52%	4.31%	0.52%	34.88%
Year Ended October 31, 2005	1.64%(d)	122,530	0.40%(d)	4.25%(d)	0.53%	176.60%
Year Ended October 31, 2006	5.55%	111,192	0.63%	4.96%	0.63%	273.91%
Year Ended October 31, 2007	6.94%	119,812	0.59%	4.99%	0.59%	252.56%
Year Ended October 31, 2008	(8.78)%	81,728	0.59%	4.80%	0.59%	119.38%
HIGH YIELD FIXED INCOME PORTFOLIO						
Period Ended October 31, 2006(f)	7.41%	\$ 12,719	1.86%	6.33%	1.86%	13.61%

Year Ended October 31, 2007	6.41%	14,487	1.37%	7.12%	1.37%	30.77%
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Year Ended October 31, 2008	(26.32)%	9,862	1.26%	8.06%	1.26%	24.10%
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INTERMEDIATE DURATION FIXED INCOME PORTFOLIO

Year Ended October 31, 2004	4.48%	\$ 63,697	0.57%	3.54%	0.57%	50.06%
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Year Ended October 31, 2005	0.76%(d)	32,810	0.49%(d)	3.85%(d)	0.58%	107.26%
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Year Ended October 31, 2006	5.29%	19,517	0.78%	4.58%	0.78%	236.51%
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Year Ended October 31, 2007	8.38%	15,059	0.84%	4.68%	0.84%	219.76%
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Year Ended October 31, 2008	(7.08)%	13,531	0.91%	4.15%	0.91%	124.23%
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GROWTH PORTFOLIO

Period Ended October 31, 2004(f)	(0.86)%	\$ 49,680	0.72%	0.06%	0.72%	53.08%
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Year Ended October 31, 2005	13.59%(d)	49,415	0.63%(d)	0.77%(d)	0.68%	79.54%
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Year Ended October 31, 2006	7.53%	59,828	0.69%	0.38%	0.69%	75.06%
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Year Ended October 31, 2007	31.11%	89,686	0.62%	0.45%	0.62%	57.04%
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Year Ended October 31, 2008	(37.75%)(e)	81,942	0.62%	0.19%	0.62%	157.87%
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INTERNATIONAL EQUITY PORTFOLIO

Year Ended October 31, 2004	20.29%	\$ 220,025	0.94%	1.53%	0.94%	106.11%
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Year Ended October 31, 2005	19.54%	230,230	0.84%	1.92%	0.84%	31.32%
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Year Ended October 31, 2006	32.79%	333,755	0.86%	2.03%	0.86%	33.39%
Year Ended October 31, 2007	25.17%	455,062	0.79%	2.16%	0.79%	26.08%
Year Ended October 31, 2008	(51.95)%	199,309	0.76%	2.65%	0.76%	28.98%

OPPORTUNITY PORTFOLIO

Year Ended October 31, 2004	5.93%	\$ 359,333	0.88%	(0.52)%	0.88%	81.75%
Year Ended October 31, 2005	14.35%(d)	218,778	0.85%(d)	(0.45)%(d)	0.90%	63.95%
Year Ended October 31, 2006	19.54%	241,495	0.91%	(0.40)%	0.91%	60.83%
Year Ended October 31, 2007	30.54%	224,268	0.91%	(0.55)%	0.91%	69.41%
Year Ended October 31, 2008	(35.30)%	127,970	0.87%	(0.46)%	0.87%	80.42%

VALUE PORTFOLIO

Period Ended October 31, 2004(f)	6.12%	\$ 61,414	0.71%	1.28%	0.71%	10.33%
Year Ended October 31, 2005	15.23%(d)	54,150	0.64%(d)	1.15%(d)	0.69%	16.45%
Year Ended October 31, 2006	22.21%	67,432	0.71%	1.23%	0.71%	20.63%
Year Ended October 31, 2007	10.28%	82,658	0.66%	1.29%	0.66%	18.67%
Year Ended October 31, 2008	(39.91)%	49,663	0.64%	1.54%	0.64%	24.61%

(a) Not annualized for periods less than one year.

(b) Annualized for periods less than one year.

(c) During the period, certain fees were reduced. If such fee reductions had not occurred, the ratio would have been as indicated.

(d) During the year ended October 31, 2005, HSBC reimbursed certain amounts to the Portfolios related to violations of certain investment policies and limitations. The corresponding impact to the net expense ratio, net income ratio and total return were 0.12%, 0.09%, 0.05%, 0.04% and 0.05% for the Core Plus Fixed Income Portfolio, Intermediate Duration Fixed Income Portfolio, Growth Portfolio, Opportunity Portfolio and Value Portfolio, respectively.

(e) During the year ended October 31, 2008, Winslow Capital Management, Inc. reimbursed \$64,658 to the Portfolio related to violations of certain investment policies and limitations. The corresponding impact to the total return was 0.08%.

(f) High Yield Fixed Income Portfolio commenced operations on November 18, 2005.

Growth Portfolio commenced operations on May 7, 2004.

Value Portfolio commenced operations on May 7, 2004.

1. Organization:

The HSBC Investor Portfolios (the “Portfolio Trust”), is an open-end management investment company organized as a New York trust under the laws of the State of New York on November 1, 1994. The Portfolio Trust contains the following master funds (individually a “Portfolio,” collectively the “Portfolios”):

Portfolio	Short Name
HSBC Investor Core Plus Fixed Income Portfolio	Core Plus Fixed Income Portfolio
HSBC Investor High Yield Fixed Income Portfolio	High Yield Fixed Income Portfolio
HSBC Investor Intermediate Duration Fixed Income Portfolio	Intermediate Duration Fixed Income Portfolio
HSBC Investor Growth Portfolio	Growth Portfolio
HSBC Investor International Equity Portfolio	International Equity Portfolio
HSBC Investor Opportunity Portfolio	Opportunity Portfolio
HSBC Investor Value Portfolio	Value Portfolio

The Portfolios operate as master funds in master-feeder arrangements, in which other funds invest all of their investable assets in the Portfolios. The Declaration of Trust permits the Board of Trustees to issue an unlimited number of beneficial interests in the Portfolios.

The Portfolios are diversified series of the Portfolio Trust and are part of the HSBC Investor Family of Funds. Financial statements for all other funds of the HSBC Investor Family of Funds are published separately.

Under the Portfolio Trust's organizational documents, the Portfolios' Officers and Trustees are indemnified against certain liabilities arising out of the performance of their duties to the Portfolios. In addition, in the normal course of business, the Portfolios may enter into contracts with their service providers, which also provide for indemnifications by the Portfolios. The Portfolios' maximum exposure under these arrangements is unknown as this would involve any future claims that may be made against the Portfolios. However, based on experience, the Portfolios expect that risk of loss to be remote.

2. Significant Accounting Policies:

The following is a summary of the significant accounting policies followed by the Portfolios in the preparation of their financial statements. The policies are in conformity with U.S. generally accepted accounting principles ("GAAP"). The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of income and expenses for the period. Actual results could differ from those estimates.

Securities Valuation:

Bonds and other fixed income securities (other than short-term obligations but including listed issues) are valued on the basis of valuations furnished by a pricing service, the use of which has been approved by the Portfolios' Board of Trustees. In making such valuations, the pricing service utilizes both dealer-supplied valuations and the use of matrix techniques which take into account appropriate factors such as institutional-size trading in similar groups of securities, yield, quality, coupon rate, maturity, type of issue, trading characteristics other than market data and without exclusive reliance upon quoted prices or exchanges or over-the-counter prices, since such valuations are believed to reflect more accurately the fair value of such securities.

The value of each equity security is based either on the last sale price on a national securities exchange, or in the absence of recorded sales, at the closing bid prices on such exchanges, or at the quoted bid price in the over-the-counter market. Securities or other assets for which market quotations are not readily available, or are deemed unreliable due to a significant event or otherwise, are valued by or at the direction of the Portfolios' Board of Trustees. Examples of potentially significant events that could affect the value of an individual security include corporate actions by the issuer, announcements by the issuer relating to its earnings or products, regulatory news, natural disasters, and litigation. Examples of potentially significant events that could affect multiple securities held by a Portfolio include governmental actions, natu-

HSBC INVESTOR PORTFOLIOS

Notes to Financial Statements—as of October 31, 2008 (continued)

ral disasters, and armed conflicts. In addition, if events materially affecting the value of foreign securities occur between the time when the exchange on which they are traded closes and the time when the Portfolios' net assets are calculated, such securities may be valued using fair value pricing in accordance with procedures adopted by the Board of Trustees. Management identifies possible fluctuations in foreign securities by monitoring the rise or fall in the value of a designated benchmark index. In the event of a rise or fall greater than predetermined levels, the International Equity Portfolio may use a systematic valuation model provided by an independent third party to value its foreign securities, rather than local market closing prices. When the International Equity Portfolio uses such a valuation model, the value assigned to the International Equity Portfolio's foreign securities may not be the quoted or published prices of the investment on their primary markets or exchanges.

Investment Transactions and Related Income:

Investment transactions are accounted for no later than one business day after trade date. For financial reporting purposes, changes in holdings are accounted for on trade date on the last business day of the reporting period. Investment gains and losses are calculated on the identified cost basis. Interest income is recognized on the accrual basis and includes, where applicable, the amortization or accretion of premium or discount. Dividend income is recorded on the ex-dividend date.

Foreign Currency Translation:

The accounting records of the Portfolios are maintained in U.S. dollars. Foreign currency amounts are translated into U.S. dollars at the current rate of exchange to determine the value of investments, assets and liabilities. Purchases and sales of securities, and income and expenses are translated at the prevailing rate of exchange on the respective dates of such transactions. The Portfolios do not isolate the portion of the results of operations resulting from changes in foreign exchange rates on investments from fluctuations arising from changes in market prices of securities held. Such fluctuations are included with the net realized and unrealized gain or loss from investments and foreign currencies.

Forward Foreign Currency Exchange Contracts:

The Portfolios may enter into forward foreign currency exchange contracts in connection with planned purchases or sales of securities or to hedge the U.S. dollar value of portfolio securities denominated in a particular currency. The Portfolios could be exposed to risks if the counterparties to the contracts are unable to meet the terms of their contracts and from unanticipated movements in the value of a foreign currency relative to the U.S. dollar. The forward foreign currency exchange contracts are adjusted by the daily exchange rate of the underlying currency and any gains or losses are recorded for financial statement purposes as unrealized gains or losses until the contract settlement date.

Futures Contracts:

Each Portfolio may invest in futures contracts for the purpose of hedging their existing portfolio securities or securities it intends to purchase against fluctuations in fair value caused by changes in prevailing market interest rates. Upon entering into a futures contract, the Portfolio is required to pledge to the broker an amount of cash and/or other assets equal to a certain percentage of the contract amount (initial margin deposit). Subsequent payments, known as "variation margin," are made or received by the Portfolio each day, depending on the daily fluctuations in the fair value of the underlying security. The Portfolio recognizes a gain or loss equal to the daily variation margin. Should market conditions move unexpectedly, the Portfolio may not achieve the anticipated benefits of the futures contracts and may realize a loss. The use of futures transactions involves the risk of imperfect correlation in movements in the price of futures contracts, interest rates, and the underlying hedged assets. The Core Plus Fixed Income Portfolio and the Intermediate Duration Fixed Income Portfolio had the following open futures contracts at October 31, 2008:

HSBC INVESTOR PORTFOLIOS

Notes to Financial Statements—as of October 31, 2008 (continued)

	Position	Contracts	Unrealized Appreciation (Depreciation)(\$)
<i>Core Plus Fixed Income Portfolio</i>			
US Treasury Two Year Note Futures Contract expiring December 31, 2008 (Notional Value At \$5,155,870)	Long	24	63,375
US Treasury Ten Year Note Futures Contract expiring December 31, 2008 (Notional Value At \$7,463,156)	Short	66	165,516
<i>Intermediate Duration Fixed Income Portfolio</i>			
US Treasury Two Year Note Futures Contract expiring December 31, 2008 (Notional Value At \$1,288,969)	Long	6	15,844

US Treasury Ten Year Note Futures Contract expiring December 31, 2008
(Notional Value At \$1,356,938)

Short

12

30,094

Mortgage Dollar Roll Transactions:

The Core Plus Fixed Income Portfolio, the High Yield Fixed Income Portfolio and the Intermediate Duration Fixed Income Portfolio may engage in dollar roll transactions with respect to mortgage securities issued by the Government National Mortgage Association, the Federal National Mortgage Association and the Federal Home Loan Mortgage Corporation. In a dollar roll transaction, the Portfolio sells a mortgage-backed security and simultaneously agrees to repurchase a similar security on a specified future date at an agreed upon price. During the roll period, the Portfolio will not be entitled to receive any interest or principal paid on the securities sold. The Portfolio is compensated for the lost interest on the securities sold by the difference between the sales price and the lower price for the future repurchase as well as by the interest earned on the reinvestment of the sales proceeds. The Portfolio may also be compensated by receipt of a commitment fee.

Restricted and Illiquid Securities:

A restricted security is a security which has been purchased through a private offering and cannot be resold to the general public without prior registration under the Securities Act of 1933 (the "1933 Act") or pursuant to the resale limitations provided by Rule 144 under the 1933 Act, or an exemption from the registration requirements of the 1933 Act. Certain restricted securities may be resold in transactions exempt from registration, normally to qualified institutional buyers, and may be deemed liquid by the investment adviser based on procedures established by the Board of Trustees. Therefore, not all restricted securities are considered illiquid. At October 31, 2008 the HSBC Core Plus Fixed Income Portfolio held restricted securities that were illiquid, representing 0.03% of net assets, as follows:

Security Name	Acquisition Date	Acquisition Cost(\$)	Principal Amount(\$)	Value(\$)
_____	_____	_____	_____	_____

DLJ Mortgage Acceptance Corp. IO, Series 1997-CFI, Class S, 1.19%, 5/15/30	5/16/1997	1,344	17,984	1
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FHA Weyerhaeuser, 7.43%, 1/1/24	3/28/2002	24,933	26,158	26,158
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GS Mortgage Securities Corp. IO, Series 1997-GL, Class X2, 0.29 7/13/30	8/14/1997	1,349	35,694	414
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Repurchase Agreements:

The Portfolios may enter into repurchase agreements with an entity which is a member of the Federal Reserve System or which is a “primary dealer” (as designated by the Federal Reserve Bank of New York) in U.S. Government obligations. The repurchase price generally equals the price paid by a Portfolio plus interest negotiated on the basis of current short-term rates, which may be more or less than the rate on the underlying portfolio securities. The seller, under a repurchase agreement, is required to maintain the collateral held pursuant to the agreement, with a fair value equal to or greater than the repurchase price (including accrued interest). Collateral subject to repurchase agreements is held by the Portfolios’ Custodian or another qualified Custodian or in the Federal Reserve/ Treasury book-entry system. In the event of counter-party default, the Portfolio has the right to use the collateral to offset losses incurred. There is a potential for loss to the Portfolio in the event the Portfolio is delayed or prevented from exercising its rights to dispose of the collateral securities, including the risk of a possible decline in the fair value of the underlying securities during the period while the Portfolio seeks to assert its rights.

HSBC INVESTOR PORTFOLIOS

Notes to Financial Statements—as of October 31, 2008 (continued)

Expense Allocations:

Expenses directly attributable to a Portfolio are charged to that Portfolio. Expenses not directly attributable to a Portfolio are allocated proportionally among various or all funds within the HSBC Investor Family of Funds in relation to net assets or on another reasonable basis.

Federal Income Taxes:

Each Portfolio will be treated as a partnership for U.S. Federal income tax purposes. Accordingly, each Portfolio passes through all of its net investment income and gains and losses to its feeder funds, and is therefore not subject to U.S. Federal income tax. As such, investors in the Portfolios will be taxed on their respective share of the Portfolios' ordinary income and realized gains. It is intended that the Portfolios will be managed in such a way that an investor will be able to satisfy the requirements of the Internal Revenue Code applicable to regulated investment companies.

In addition, effective April 30, 2008, the Trust adopted Financial Accounting Standards Board Interpretation No. 48, Accounting for Uncertainty in Income Taxes ("FIN 48"). FIN 48 provides guidance for how uncertain tax positions should be recognized, measured, presented and disclosed in the financial statements. FIN 48 requires the affirmative evaluation of tax positions taken or expected to be taken in the course of preparing the Portfolio Trust's tax returns to determine whether it is more-likely-than-not (i.e., greater than 50-percent) that each tax position will be sustained upon examination by a taxing authority based on the technical merits of the position. A tax position that meets the more-likely-than-not recognition threshold is measured to determine the amount of benefit to recognize in the financial statements. Differences between tax positions taken in a tax return and amounts recognized in the financial statements will generally result in an increase in a liability for taxes payable (or a reduction of a tax refund receivable), including the recognition of any related interest and penalties as an operating expense. Implementation of FIN 48 included a review of tax positions taken in tax years that remain subject to examination by tax authorities in all major tax jurisdictions, including federal (i.e., the last 4 tax year ends and the interim tax period since then, as applicable). The adoption of FIN 48 did not impact the Portfolios' net assets or results of operations.

New Accounting Pronouncements:

In September 2006, the Financial Accounting Standards Board (“FASB”) issued Statement on Financial Accounting Standards (“SFAS”) No. 157, “Fair Value Measurements” (“SFAS No. 157”). This standard establishes a single authoritative definition of fair value, sets out a framework for measuring fair value and requires additional disclosures about fair value measurements. SFAS No. 157 applies to fair value measurements already required or permitted by existing standards. SFAS No. 157 is effective for financial statements issued for fiscal years beginning after November 15, 2007 and interim periods within those fiscal years. The changes to current generally accepted accounting principles from the application of this Statement relate to the definition of fair value, the methods used to measure fair value, and the expanded disclosures about fair value measurements. Effective November 1, 2008 the Trust adopted SFAS No. 157. The adoption of this standard did not have an impact to the net assets or results of operations of the Fund, however, additional disclosures will be required about the inputs used to develop fair value measurements and the effect of certain measurements on the changes in net assets in fiscal reporting periods subsequent to the adoption date.

In March 2008, the FASB issued the SFAS No. 161, “Disclosures about Derivative Instruments and Hedging Activities” (“SFAS 161”). SFAS 161 is effective for fiscal years and interim periods beginning after November 15, 2008. SFAS 161 requires enhanced disclosures about the Fund’s derivative and hedging activities, including how such activities are accounted for and their effect on the Portfolio’s financial position, performance and cash flows. Management is currently evaluating the impact, the adoption of SFAS 161 will have on the Funds’ financial statements and related disclosures.

HSBC INVESTOR PORTFOLIOS

Notes to Financial Statements—as of October 31, 2008 (continued)

3. Related Party Transactions:

Investment Management:

HSBC Global Asset Management (USA) Inc. (“HSBC” or the “Investment Adviser”), a wholly owned subsidiary of HSBC Bank USA, N.A., a national bank organized under the laws of the United States, acts as the Investment Adviser to the Portfolios pursuant to an investment management contract with the Portfolio Trust. As Investment Adviser, HSBC manages the investments of

the Portfolios and continuously reviews, supervises, and administers the Portfolios' investments, except that Winslow Capital Management, Inc., AllianceBernstein Investment Research and Management, Westfield Capital Management, LLC and NWQ Investment Management Co., LLC serve as Sub-Investment Advisers for the Growth Portfolio, International Equity Portfolio, Opportunity Portfolio, and the Value Portfolio, respectively, and are paid for their services directly by the respective Portfolios.

For its services, the Investment Adviser receives a fee, accrued daily and paid monthly, at an annual rate of 0.60% of the High Yield Fixed Income Portfolio's average daily net assets and 0.40% of the Intermediate Duration Fixed Income Portfolio's average daily net assets. Halbis Capital Management, a wholly owned subsidiary of Halbis Capital Management (UK) Limited an affiliate of the Investment Adviser, serves as the Sub-Investment Advisor and is paid by the Investment Adviser.

For its services as Investment Adviser, HSBC receives, from the Core Plus Fixed Income Portfolio, a fee, accrued daily and paid monthly, at an annual rate of:

Based on Average Daily Net Assets of	Fee Rate
Up to \$50 million	0.575%
In excess of \$50 million but not exceeding \$95 million	0.450%
In excess of \$95 million but not exceeding \$150 million	0.200%
In excess of \$150 million but not exceeding \$250 million	0.400%
In excess of \$250 million	0.350%

Effective May 12, 2008, Winslow Capital Management, Inc. ("Winslow") serves as the Sub-Adviser to the Growth Portfolio. For their services, the Investment Adviser and Winslow Capital Management, Inc. receive in aggregate, from the Growth Portfolio, a fee, accrued daily and paid monthly, at an annual rate of:

Based on Sub-Advised HSBC Investor Family of Funds Average Daily Net Assets of

Fee Rate

Up to \$250 million

0.400%

In excess of \$250 million but not exceeding \$500 million

0.350%

In excess of \$500 million but not exceeding \$750 million

0.300%

In excess of \$750 million but not exceeding \$1 billion

0.250%

In excess of \$1 billion

0.200%

Prior to May 12, 2008, Waddell and Reed Investment Management Company("Waddell & Reed") served as the Sub-Adviser to the Growth Portfolio. For their services, the Investment Adviser and Waddell & Reed Investment Management Company receive in aggregate, from the Growth Portfolio, a fee, accrued daily and paid monthly, at an annual rate of:

Based on Average Daily Net Assets of

Fee Rate

Up to \$50 million

0.500%

In excess of \$50 million but not exceeding \$100 million

0.425%

In excess of \$100 million but not exceeding \$200 million

0.375%

In excess of \$200 million

0.325%

For their services, the Investment Adviser and AllianceBernstein Investment Research and Management receive in aggregate, from the International Equity Portfolio, a fee, accrued daily and paid monthly, at an annual rate of:

Based on Average Daily Net Assets of:

Fee Rate

Up to \$10 million

1.015%

In excess of \$10 million but not exceeding \$25 million

0.925%

In excess of \$25 million but not exceeding \$50 million

0.79%

In excess of \$50 million but not exceeding \$100 million

0.70%

In excess of \$100 million

0.61%

HSBC INVESTOR PORTFOLIOS

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HSBC INVESTOR PORTFOLIOS

Notes to Financial Statements—as of October 31, 2008 (continued)

For their services, the Investment Adviser and Westfield Capital Management, LLC receive in aggregate, a fee, accrued daily and paid monthly, at an annual rate of 0.80% of the Opportunity Portfolio's average daily net assets.

For their services, the Investment Adviser and NWQ Investment Management Co., LLC receive in aggregate, from the Value Portfolio, a fee, accrued daily and paid monthly, at an annual rate of:

Based on Average Daily Net Assets of

Fee Rate

Up to \$500 million	0.525%
In excess of \$500 million but not exceeding \$1 billion	0.475%
In excess of \$1 billion	0.425%

All contractual and any voluntary fee waivers/reimbursements are not subject to recoupment in subsequent fiscal periods. Voluntary waiver/reimbursements may be stopped at any time.

Administration:

HSBC serves the Portfolios as Administrator. Under the terms of the Administration Agreement, HSBC receives from the Portfolios a fee, accrued daily and paid monthly, at an annual rate of:

Based on Average Daily Net Assets of	Fee Rate
Up to \$12 billion	0.0525%
In excess of \$12 billion	0.0350%

The fee rates and breakpoints are determined on the basis of the aggregate average daily net assets of the HSBC Investor Family of Funds, however, the assets of the Portfolios and Feeder Funds that invest in the Portfolios are not double-counted. The total administration fee paid to HSBC is allocated to each series in the HSBC Investor Family of Funds based upon its proportionate share of the aggregate net assets of the Family of Funds. For assets invested in the Portfolios by Feeder Funds, the Portfolios pay half of the administration fee and the Feeder Funds pay half of the administration fee, for a combination of the total fee rate set forth above.

Pursuant to a Sub-Administration Agreement with HSBC, Citi Fund Services Ohio, Inc. (“Citi Ohio”), a wholly-owned subsidiary of The Citigroup, Inc., serves as the Portfolio Trust’s Sub-Administrator subject to the general supervision of the Portfolio Trust’s Board of Trustees and HSBC. For these services, Citi Ohio is entitled to a fee, payable by HSBC, at an annual rate equivalent to the fee rates set forth above, minus 0.02% (2 basis points) which is retained by HSBC.

Under a Compliance Services Agreement between the Portfolios and Citi Ohio (the “CCO Agreement”), Citi Ohio makes an employee available to serve as the Portfolios’ Chief Compliance Officer (the “CCO”). Under the CCO Agreement, Citi Ohio also provides infrastructure and support in implementing the written policies and procedures comprising the Portfolios’ compliance program, including support services to the CCO. For the services provided under the CCO Agreement, the HSBC Investor Family of Funds paid Citi Ohio \$250,800 for the year ended October 31, 2008, plus reimbursement of certain expenses. Expenses incurred by each Portfolio are reflected on the Statements of Operations as “Compliance Service.” Citi Ohio pays the salary and other compensation earned by any such individuals as employees of Citi Ohio.

Fund Accounting and Trustee:

Citi Ohio provides fund accounting services for the Portfolios. For its services to the Portfolios, Citi Ohio receives an annual fee per Portfolio, including reimbursement of certain expenses, that is accrued daily and paid monthly.

Effective April 1, 2008 each of the non-interested Trustees are compensated with a \$60,000 annual Board retainer, as well as a \$3,000 annual retainer for each Committee of the Board. Each non-interested Trustee also receives a \$5,000 and \$3,000 meeting fee for each regular in-person Board meeting and Committee meeting, respectively. Furthermore, each non-interested Trustee receives compensation for attending special meetings and/or functioning as a Committee Chairperson or Lead Trustee. In addition, the non-interested Trustees are reimbursed for certain expenses incurred in connection with their Board membership.

Prior to April 1, 2008 each of the non-interested Trustees were compensated with a \$35,000 annual Board retainer, as well as a \$3,000 annual retainer for each Committee of the Board. Each non-interested Trustee also received a \$5,000 and \$3,000 meeting fee for each regular in-person Board meeting and Committee meeting, respectively. Furthermore, each non-interested Trustee received compensation for attending special meetings and/or functioning as a Committee

HSBC INVESTOR PORTFOLIOS

Notes to Financial Statements—as of October 31, 2008 (continued)

Chairperson or Lead Trustee. In addition, the non-interested Trustees were reimbursed for certain expenses incurred in connection with their Board membership.

4. Investment Transactions:

Purchases and sales of securities (excluding securities maturing less than one year from acquisition) for the year ended October 31, 2008 were as follows:

Portfolio Name	Purchases (excluding U.S. Government)	Sales (excluding U.S. Government)	Purchases of U.S. Government	Sales of U.S. Government
Core Plus Fixed Income Portfolio	\$ 69,036,342	\$ 80,690,896	\$ 49,065,754	\$ 55,677,401
High Yield Fixed Income Portfolio	3,234,787	3,081,017	—	—
Intermediate Duration Fixed Income Portfolio	8,739,811	10,328,525	7,299,067	6,054,432
Growth Portfolio	161,944,892	127,516,379	—	—

International Equity Portfolio	100,701,900	116,158,373	–	–
Opportunity Portfolio	147,097,284	172,313,505	–	–
Value Portfolio	18,574,861	16,117,722	–	–

5. Federal Income Tax Information:

At October 31, 2008, the cost, gross unrealized appreciation and gross unrealized depreciation on securities for federal income tax purposes, were as follows:

Fund	Tax Cost	Tax Unrealized Appreciation	Tax Unrealized Depreciation	Net Unrealized Appreciation (Depreciation)*
Core Plus Fixed Income Portfolio	\$ 118,920,436	\$ 404,331	\$ (13,181,862)	\$ (12,777,531)
High Yield Fixed Income Portfolio	14,005,674	–	(4,456,761)	(4,456,761)
Intermediate Duration Fixed Income Portfolio	20,454,405	65,632	(1,712,397)	(1,646,765)
Growth Portfolio	104,366,399	1,301,129	(21,361,373)	(20,060,244)
International Portfolio	319,238,690	4,981,933	(127,033,651)	(122,051,718)
Opportunity Portfolio	160,227,856	5,851,082	(37,493,204)	(31,642,122)
Value Portfolio	62,715,935	4,905,550	(17,374,375)	(12,468,825)

* The difference between book-basis and tax-basis unrealized appreciation (depreciation) is attributable primarily to: tax deferral of losses on wash sales.

6. Legal and Regulatory Matters:

On September 26, 2006 BISYS Fund Services, Inc. (“BISYS”), an affiliate of BISYS Fund Services Ohio, Inc. which provides various services to the Portfolios as described in footnote 3, reached a settlement with the Securities and Exchange Commission (“the SEC”) regarding the SEC’s investigation related to BISYS’ past payment of certain marketing and other expenses with respect to certain of its mutual fund clients. Although BISYS has reached a settlement with the SEC, the Portfolios’ management is not aware that any determination has been made as to how the BISYS settlement monies will be distributed. While the Portfolios’ management is currently unable to determine the impact, if any, of such matters on the Portfolios or the Portfolios’ financial statements, management does not anticipate a material, adverse impact to the Portfolios or the Portfolios’ financial statements.

7. Subsequent Event:

HSBC Investor Core Plus Fixed Income Portfolio
HSBC Investor High Yield Fixed Income Portfolio
HSBC Investor Intermediate Duration Fixed Income Portfolio
(the “Fixed Income Portfolios”)

Each of the Fixed Income Portfolios is currently sub-advised by Halbis Capital Management (USA) Inc. (“Halbis”), an affiliate of the Portfolios’ investment adviser, HSBC Global Asset Management (USA) Inc. (the “Adviser”).

HSBC INVESTOR PORTFOLIOS

Notes to Financial Statements—as of October 31, 2008 (continued)

Due to changes in its U.S. business model, Halbis has determined to resign as sub-adviser to the Fixed Income Portfolios effective January 31, 2009. The Adviser is actively exploring options for the Fixed Income Portfolios. Options under consideration are reorganizing the Fixed Income Portfolios into an unaffiliated fund family or liquidation of the Fixed Income Portfolios.

The Adviser anticipates presenting its recommendations to the Board of Trustees of the Fixed Income Portfolios in the near future. Once the Board of Trustees has made a determination as to the course of action, the Adviser will provide notice to the shareholders.

REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Shareholders and Board of Trustees of
HSBC Investor Portfolios:

We have audited the accompanying statements of assets and liabilities of HSBC Investor Portfolios - HSBC Investor Core Plus Fixed Income Portfolio, HSBC Investor High Yield Fixed Income Portfolio, HSBC Investor Intermediate Duration Fixed Income Portfolio, HSBC Investor Growth Portfolio, HSBC Investor International Equity Portfolio, HSBC Investor Opportunity Portfolio and HSBC Investor Value Portfolio (the Funds), including the schedules of portfolio investments, as of October 31, 2008, and the related statements of operations for the year then ended, the changes in net assets for each year in the two-year period then ended, and the financial highlights for each period in the five-year period then ended. These financial statements and financial highlights are the responsibility of the Funds' management. Our responsibility is to express an opinion on these financial statements and financial highlights based on our audits.

We conducted our audits in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements and financial highlights are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. Our procedures included confirmation of securities owned as of October 31, 2008, by correspondence with custodians and brokers; or other appropriate auditing procedures. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements and financial highlights referred to above present fairly, in all material respects, the financial position of the Funds as of October 31, 2008, the results of their operations for the year then ended, the changes in their net assets for each

year in the two-year period then ended, and the financial highlights for each period in the five-year period then ended, in conformity with U.S. generally accepted accounting principles.

KPMG LLP

Columbus, Ohio

December 19, 2008

HSBC INVESTOR PORTFOLIOS

Table of Shareholder Expenses (Unaudited)—as of October 31, 2008

As a shareholder of the HSBC Investor Portfolios (“Portfolios”), you incur ongoing costs, including management fees and other Fund expenses.

These examples are intended to help you understand your ongoing costs (in dollars) of investing in the Portfolios and to compare these costs with the ongoing costs of investing in other mutual funds.

These examples are based on an investment of \$1,000 invested at the beginning of the period and held for the entire period from May 1, 2008 through October 31, 2008.

Actual Example

The table below provides information about actual account values and actual expenses. You may use the information below, together with the amount you invested, to estimate the expenses that you paid over the period. Simply divide your account value by

\$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number in the table under the heading entitled “Expenses Paid During Period” to estimate the expenses you paid on your account during this period.

	Beginning Account Value 5/1/08	Ending Account Value 10/31/08	Expenses Paid During Period* 5/1/08 - 10/31/08	Annualized Expense Ratio During Period 5/1/08 - 10/31/08
Core Plus Fixed Income Portfolio	\$ 1,000.00	\$ 920.30	\$ 2.90	0.60%
High Yield Fixed Income Portfolio	1,000.00	750.40	5.63	1.28%
Intermediate Duration Fixed Income Portfolio	1,000.00	943.70	4.49	0.92%
Growth Portfolio	1,000.00	679.10	2.70	0.64%
International Equity Portfolio	1,000.00	538.60	2.86	0.74%
Opportunity Portfolio	1,000.00	664.50	3.64	0.87%
Value Portfolio	1,000.00	670.60	2.73	0.65%

* Expenses are equal to the average account value over the period multiplied by the Portfolio's annualized expense ratio, multiplied by the number of days in the most recent fiscal half-year divided by the number of days in the fiscal year (to reflect the one half year period).

Hypothetical Example for Comparison Purposes

The table below provides information about hypothetical account values and hypothetical expenses based on each Portfolio's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Portfolio's actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any transactional costs, such as sales charges (loads), redemption fees, or exchange fees. Therefore, the table is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds. In addition, if these transactional costs were included, your costs would have been higher.

	Beginning Account Value 5/1/08	Ending Account Value 10/31/08	Expenses Paid During Period* 5/1/08 - 10/31/08	Annualized Expense Ratio During Period 5/1/08 - 10/31/08
Core Plus Fixed Income Portfolio	\$ 1,000.00	\$1,022.12	\$ 3.05	0.60%
High Yield Fixed Income Portfolio	1,000.00	1,018.70	6.50	1.28%
Intermediate Duration Fixed Income Portfolio	1,000.00	1,020.51	4.67	0.92%
Growth Portfolio	1,000.00	1,021.92	3.25	0.64%
International Equity Portfolio	1,000.00	1,021.42	3.76	0.74%
Opportunity Portfolio	1,000.00	1,020.76	4.42	0.87%

Value Portfolio	1,000.00	1,021.87	3.30	0.65%
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* Expenses are equal to the average account value over the period multiplied by the Portfolio's annualized expense ratio, multiplied by the number of days in the most recent fiscal half-year divided by the number of days in the fiscal year (to reflect the one half year period).

HSBC INVESTOR FAMILY OF FUNDS

Board of Trustees and Officers (unaudited)

MANAGEMENT OF THE TRUST

The following table contains information regarding HSBC Investor Family of Funds Board of Trustees ("Trustees"). Asterisks indicate those Trustees who are "interested persons," as defined in the Investment company act of 1940, as amended, of the Funds. The Funds' Statement of Additional Information includes additional information about the Trustees and is available by calling (888) 525-5757.

Name, Address, and Age	Position(s) Held with Funds	Term of Office and Length of Time Served with the Funds	Principal Occupation(s) During Past 5 Years	Number of Portfolios in Fund Complex Overseen by Trustee*	Other Directorships Held by Trustee
Marcia L. Beck P.O. Box 182845 Columbus, OH 43218 Date of Birth: October 29, 1955	Trustee	Indefinite; June 2008 to present	Private Investor; Executive Vice President and Chief Operating Officer of Prudential Investments (1997-1999)	40	None

NON-INTERESTED TRUSTEE

Susan S. Huang P.O. Box 182845 Columbus, OH 43218 Date of Birth: May 14, 1954	Trustee	Indefinite; June 2008 to present	Investment Consultant, self employed (2001 to present); Senior Vice President, Schroeder Investment Management (2001 - 2004)	40	United Church Foundation; Huntington' s Disease Society; Second Congregational Church (Greenwich) Endowment, Inc.
Alan S. Parsow P.O. Box 182845 Columbus, OH 43218 Date of Birth: January 16, 1950	Trustee	Indefinite; 1987 to present	General Partner of Elkhorn Partners, L.P. (a private investment partnership) (since 1989)	40	None
Thomas F. Robards P.O. Box 182845 Columbus, OH 43218 Date of Birth: June 10, 1946	Trustee	Indefinite; 2005 to present	Partner, Robards & Co. LLC (2005-present); Chief Financial Officer, American Museum of Natural History (2003 to 2004)	40	Ellington Financial LLC and Overseas Shipholding Group
Larry M. Robbins P.O. Box 182845 Columbus, OH 43218 Date of Birth: December 12, 1938	Trustee	Indefinite; 1987 to present	Private Investor; Director, Center for Teaching and Learning, University of Pennsylvania (1999-2006)	40	None
Michael Seely P.O. Box 182845 Columbus, OH 43218 Date of Birth: June 7, 1945	Trustee	Indefinite; 1987 to present	Private Investor; Global Multi Manager Partners (1999-2003); President of Investor Access Corporation (1981-2003)	40	None

INTERESTED TRUSTEE

Stephen J. Baker** P.O. Box 182845 Columbus, OH 43218 Date of Birth: June 23, 1956	Trustee	Indefinite; 2004 to present	Chief Executive Officer, HSBC Global Asset Management (USA) Inc. and Executive Vice President, HSBC (USA), N.A. (2003 to present); Chief Executive Officer, HSBC Asset	40	None
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* Includes both the fund and the underlying Portfolio for Funds with a master/feeder structure.

** Mr. Baker is an “interested person” of the Trust, as defined by the 1940 Act, because of his employment with the Adviser.

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HSBC INVESTOR FAMILY OF FUNDS

Board of Trustees and Officers (unaudited)(continued)

The names of the officers, their addresses, ages, position(s) held with the Trust, and principal occupation(s) during the past five years are described in the table below.

Name, Address, and Age/Date of Birth	Position(s) Held with Fund	Term of Office and Length of Time Served With the Funds	Principal Occupation(s) During Past 5 Years
Richard A. Fabietti 452 Fifth Avenue New York, NY 10018 Date of Birth: October 8, 1958	President	Indefinite; 2004 to present	Senior Vice President, Head of Product Management, HSBC Global Asset Management (USA) Inc. (1998 to present)
Elba L. Vasquez 452 Fifth Avenue New York, NY 10018 Date of Birth: December 14, 1961	Vice President	Indefinite; 2006 to present	Vice President of Product Administration, HSBC Global Asset Management (USA) Inc. (2005 to present); Vice President of Client Services, Citi (1996 to 2005)

Troy Sheets*			
3435 Stelzer Road			
Columbus, OH 43219-3035	Treasurer	Indefinite; 2004 to present	Senior Vice President, Citi (2002 to present)
Date of Birth:			
May 29, 1971			
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Jennifer A English*			
100 Summer Street			
Suite 1500			
Boston, MA 02110	Secretary	Indefinite; September 2008 to present	Vice President, Regulatory Administration, Citi (2005 to present); Assistant Vice President and Assistant Counsel, PFPC, Inc. (2002-2005)
Date of Birth:			
March 5, 1972			
<hr/>			
F. Martin Fox			
100 Summer Street			
Suite 1500			
Boston, MA 02110	Assistant Secretary	Indefinite; September 2008 to present	Assistant Vice President, Regulatory Administration, Citi (May 2008 to present); Contract Attorney, Update Legal LLC (2002 to 2008)
Date of Birth:			
May 5, 1963			
<hr/>			
Frederick J. Schmidt*			
585 Stewart Avenue			
Garden City, NY 11530	Chief Compliance Officer	Term expires 2009; 2004 to present	Senior Vice President and Chief Compliance Officer, CCO Services, Citi (2004 to present); President, FJS Associates (2002 to 2004)
Date of Birth:			
July 10, 1959			
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* Mr. Sheets, Mr. Schmidt and Ms. English also are officers of certain other investment companies of which Citi (or an affiliate) is the administrator or sub-administrator.

Other Information:

A description of the policies and procedures that the Funds use to determine how to vote proxies relating to the portfolio securities is available without charge, upon request, by calling 1-800-525-5757 for HSBC Bank USA and HSBC Brokerage (USA) Inc. clients and 1-800-782-8183 for all other shareholders or on the Fund's website at www.investorfunds.us.hsbc.com and the Securities and Exchange Commission's ("Commission") website at <http://www.sec.gov>. A copy of the Fund's voting record for the most recent 12 month period ending June 30 is available at the Commission's website at <http://www.sec.gov>.

Schedules of Portfolio Investments for fiscal quarters ending January 31 and July 31 will be available no later than 60 days after each period end, without charge, on the Fund's website at www.investorfunds.us.hsbc.com and on the Commission's web-site at <http://www.sec.gov>.

An investment in a Fund is not a deposit of HSBC Bank USA, National Association, and is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency.

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HSBC Investor LifeLine Funds:	For All Other Shareholders
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HSBC Investor Funds

INVESTMENT ADVISER AND ADMINISTRATOR

P.O. Box 182845

HSBC Global Asset Management (USA) Inc.

Columbus, OH 43218-2845

452 Fifth Avenue

1-800-782-8183

New York, NY 10018

TRANSFER AGENT AND SPONSOR

SUB-ADVISERS

Citi Fund Services

HSBC Investor Growth Portfolio

3435 Stelzer Road

Winslow Capital Management, Inc.

Columbus, OH 43219

4720 IDS Tower

80th South Eighth Street

DISTRIBUTOR

Minneapolis, MN 55402

Foreside Distribution Services. L.P.

690 Taylor Road, Suite 150

HSBC Investor International Equity Portfolio

Gahanna, OH 43230-3202

AllianceBernstein Investment Research and Management

1345 Avenue of the Americas, 39th Floor

CUSTODIAN

New York, NY 10105

HSBC Investor Core Plus Fixed Income Portfolio

HSBC Investor High Yield Fixed Income Portfolio

HSBC Investor Opportunity Portfolio

Westfield Capital Management, LLC

HSBC Investor Intermediate Duration Fixed Income Portfolio

One Financial Center

HSBC Investor Growth Portfolio

Boston, MA 02111

HSBC Investor International Equity Portfolio

HSBC Investor Opportunity Portfolio

HSBC Investor Value Portfolio

HSBC Investor Value Portfolio

NWQ Investment Management Co., LLC

The Northern Trust Company

2049 Century Park East, 16th Floor

50 South LaSalle Street

Los Angeles, CA 90067

Chicago, IL 60603

HSBC Investor Core Plus Fixed Income Portfolio

INDEPENDENT REGISTERED PUBLIC ACCOUNTING

HSBC Investor High Yield Fixed Income Portfolio

FIRM

HSBC Investor Intermediate Duration Fixed Income Portfolio

KPMG LLP

191 West Nationwide Blvd., Suite 500

Halbis Capital Management (USA) Inc.

Columbus, OH 43215

452 Fifth Avenue, 18th Floor

New York, NY 10018

LEGAL COUNSEL

Dechert LLP

SHAREHOLDER SERVICING AGENTS

1775 I Street, N.W.

For HSBC Bank USA, N.A. and

Washington, D.C. 20006

HSBC Securities (USA) Inc. Clients

HSBC Bank USA, N.A.

452 Fifth Avenue

New York, NY 10018

1-888-525-5757

The HSBC LifeLine Funds are distributed by Foreside Distribution Services L.P. This document must be preceded or accompanied by a current prospectus for the HSBC Investor Funds, which you should read carefully before you invest or send money.

– NOT FDIC INSURED

– NO BANK GUARANTEE

– MAY LOSE VALUE



Item 2. Code of Ethics.

(a) The registrant has adopted a code of ethics that applies to the registrant's principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions. This code of ethics is included as Exhibit 12(a)(i).

(b) During the period covered by the report, with respect to the registrant's code of ethics that applies to its principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions; there have been no amendments to, nor any waivers granted from, a provision that relates to any element of the code of ethics definition enumerated in paragraph (b) of this Item 2.

Item 3. Audit Committee Financial Expert.

3(a)(1) The registrant's board of directors has determined that the registrant has at least one audit committee financial expert serving on its audit committee.

3(a)(2) The audit committee financial expert is Thomas Robards, who is "independent" for purposes of this Item 3 of Form N-CSR.

Item 4. Principal Accountant Fees and Services.

(a) Audit Fees.

2007 \$305,380

2008 \$303,300

(b) Audit-Related Fees.

2007 \$14,000

2008 \$10,200

2007 - Fees of \$14,000 relate to the consent of N-1A filing and the consent of the N-14 filing for the Conservative Income Strategy Fund and the Conservative Growth Strategy Fund.

2008 - Fees of \$10,200 relate to the consent of N-1A filing and the consent of the N-14 filing for the Growth and Income Fund and the Growth Fund.

(c) Tax Fees.

2007 \$162,068

2008 \$161,500

Tax fees for both 2007 and 2008 relate to the preparation of the Fund's federal and state income, excise tax calculations and the review of capital gain and income distribution calculations.

(d) All Other Fees.

2007 \$0

2008 \$0

(e)(1) Except as permitted by Rule 2-01(c)(7)(i)(C) of Regulation S-X, the Trust's Audit Committee must preapprove all audit and non-audit services by the independent accountants relating to the operations or financial reporting of the Funds. Prior to the commencement of any audit or non-audit services to a fund, the Audit Committee reviews the services to determine whether they are appropriate and permissible under applicable law.

(2) Disclose the percentage of services described in each of paragraphs (b) through (d) of this Item that were approved by the audit committee pursuant to paragraph (c)(7)(i)(C) of Rule 2-01 of Regulation S-X.

None of the services summarized in (b) - (d), above, were approved by the audit Committee pursuant to Rule 2-01(c)(7)(i)(C) of Regulation S-X.

(f) Not applicable.

(g) Non-Audit Fees.

2007	\$176,068
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2008	\$171,700
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(h) The audit committee considered the nonaudit services rendered to the registrant' s investment adviser and any entity controlling, controlled by, or under common control with the investment adviser, and believes the services are compatible with the principal accountant' s independence.

Item 5. Audit Committee of Listed Registrants.

Not applicable.

Item 6. Investments.

(a) Included as a part of the report to shareholders filed under Item 1.

(b) Not applicable.

Item 7. Disclosure of Proxy Voting Policies and Procedures for Closed-End Management Investment Companies.

Not applicable.

Item 8. Portfolio Managers of Closed-End Management Investment Companies.

Not applicable.

Item 9. Purchases of Equity Securities by Closed-End Management Investment Company and Affiliated Purchasers.

Not applicable.

Item 10. Submission of Matters to a Vote of Security Holders.

Not applicable.

Item 11. Controls and Procedures.

(a) The registrant's principal executive officer and principal financial officer have concluded, based on their evaluation of the registrant's disclosure controls and procedures as conducted within 90 days of the filing date of this report, that these disclosure controls and procedures are adequately designed and are operating effectively to ensure that information required to be disclosed by the registrant on Form N-CSR is recorded, processed, summarized and reported within the time periods specified in the Securities and Exchange Commission's rules and forms.

(b) There were no changes in the registrant's internal control over financial reporting (as defined in Rule 30a-3(d) under the Act (17 CFR 270.30a -3(d)) that occurred during the second fiscal quarter of the period covered by this report that have materially affected or are reasonably likely to materially affect, the registrant's internal control over financial reporting.

Item 12. Exhibits.

(a)(1) The code of ethics that is the subject of the disclosure required by Item 2 is attached hereto.

(a)(2) Certifications pursuant to Rule 30a-2(a) are attached hereto.

(a)(3) Not applicable.

(b) Certifications pursuant to Rule 30a-2(b) are furnished herewith.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

(Registrant) HSBC INVESTOR PORTFOLIOS

By (Signature and Title)* /s/ Richard A. Fabietti
Richard A. Fabietti
President

Date December 23, 2008

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, this report has been signed below by the following persons on behalf of the registrant and in the capacities and on the dates indicated.

By (Signature and Title)* /s/ Richard A. Fabietti
Richard A. Fabietti
President

Date December 23, 2008

By (Signature and Title)* /s/ Troy A. Sheets
Troy A. Sheets
Treasurer

Date December 23, 2008

* Print the name and title of each signing officer under his or her signature.

**CODE OF ETHICS FOR PRINCIPAL EXECUTIVE AND
SENIOR FINANCIAL OFFICERS**

**HSBC INVESTOR FUNDS
HSBC ADVISOR FUNDS TRUST
HSBC INVESTOR PORTFOLIOS**

Approved by the Boards of Trustees
HSBC Investor Funds, HSBC Advisor Funds Trust and HSBC Investor Portfolios
as of August 14, 2003
Pursuant to the Sarbanes-Oxley Act of 2002

I. Introduction and Application

HSBC Investor Funds, HSBC Advisor Funds Trust and HSBC Investor Portfolios (each a “Trust”) recognize the importance of high ethical standards in the conduct of their business and require this Code of Ethics (“Code”) to be observed by their respective principal executive officers (each a “Covered Officer”) (defined below). In accordance with the Sarbanes-Oxley Act of 2002 (the “Act”) and the rules promulgated thereunder by the U.S. Securities and Exchange Commission (“SEC”) each Trust is required to file reports pursuant to Section 13(a) or 15(d) of the Securities Exchange Act of 1934, as amended (“1934 Act”), and must disclose whether they have adopted a code of ethics applicable to the principal executive officers. Each Trust’s Board of Trustees (“Board”), including a majority of its Independent Trustees (defined below) has approved this Code as compliant with the requirements of the Act and related SEC rules. This Code does not supersede or otherwise affect the separate code of ethics that each Trust has adopted pursuant to Rule 17j-1 under the Investment Company Act of 1940, as amended (“1940 Act”).

All recipients of the Code are directed to read it carefully, retain it for future reference and abide by the rules and policies set forth herein. Any questions concerning the applicability or interpretation of such rules and policies, and compliance therewith, should be directed to the relevant Compliance Officer (defined below), as specified in Schedule 1.

II. Purpose

This Code has been adopted by the Board in accordance with the Act and the rules promulgated by the SEC in order to deter wrongdoing and promote:

(A) honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;

(B) full, fair, accurate, timely and understandable disclosure in reports and documents filed by the Trust with the SEC or made in other public communications by the Trust;

- (C) compliance with applicable governmental laws, rules and regulations;
- (D) prompt internal reporting to an appropriate person or persons of violations of the Code; and
- (E) accountability for adherence to the Code.

III. Definitions

- (A) “*Covered Officer*” means the principal executive officer and senior financial officers, including the principal financial officer, controller or principal accounting officer, or persons performing similar functions.
- (B) “*Compliance Officer*” means the person appointed by the Trust’ s Board of Trustees to administer the Code.
- (C) “*Trustee*” means a trustee of the Trust.
- (D) “*Executive Officer*” shall have the same meaning as set forth in Rule 3b-7 of the 1934 Act. Subject to any changes in the Rule, an Executive Officer means the president, any vice president, any officer who performs a policy making function, or any other person who performs similar policy making functions for the Trust.
- (E) “*Independent Trustee*” means a trustee of the Trust who is not an “interested person” of the Trust within the meaning of Section 2(a)(19) of the 1940 Act.
- (F) “*Implicit Waiver*” means the Compliance Officer failed to take action within a reasonable period of time regarding a material departure from a provision of the Code that has been made known to an Executive Officer.
- (G) “*Restricted List*” means that listing of securities maintained by the Trust Compliance Officer in which trading by certain individuals subject to the Trust’ s 17j-1 code of ethics is generally prohibited.
- (H) “*Waiver*” means the approval by the Compliance Office of a material departure from a provision of the Code.

IV. Honest and Ethical Conduct

- (A) Overview. A “conflict of interest” occurs when a Covered Officer’ s personal interest interferes with the interests of, or his service to, the Trust. Certain conflicts of interest arise out of the relationships between Covered Officers and the Trust and already are subject to the conflict of interest provisions in the 1940 Act and the Investment Advisers Act of 1940, as amended (the “Advisers Act”). The Trust’ s and each investment adviser and sub-adviser’ s compliance programs and procedures are designed to prevent, or identify and correct, violations

of these provisions. This Code does not, and is not intended to, repeat or replace these programs and procedures, and such conflicts fall outside of the parameters of this Code.

(B) General Policy. Each Covered Officer shall adhere to the highest standards of honest and ethical conduct. Each Covered Officer has a duty to exercise his or her authority and responsibility for the benefit of the Trust, to place the interests of the shareholders first and to refrain from having outside interests that conflict with the interests of the Trust and its shareholders. Each such person must avoid any circumstances that might adversely affect or appear to affect his or her duty of complete loyalty to the Trust and its shareholders in discharging his or her responsibilities, including the protection of confidential information and corporate integrity.

(C) Examples of Conflicts. The following list provides examples of conflicts of interest under the Code but Covered Officers should keep in mind that these examples are not exhaustive. The overarching principle is that the personal interest of a Covered Officer should not be placed improperly before the interest of the Trust.

(1) Prohibited Conflicts of Interest. Each Covered Officer must:

- not use his personal influence or personal relationships improperly to influence decisions or financial reporting by the Trust whereby the Covered Officer would benefit personally to the detriment of the Trust;
- not cause the Trust to take action, or fail to take action, for the individual personal benefit of the Covered Officer rather than benefit the Trust;
- not use material non-public knowledge of portfolio transactions made or contemplated for the Trust to trade personally or cause others to trade personally in contemplation of the market effect of such transactions;

(2) Conflicts of Interest that may be Waived. There are some conflict of interest situations for which a Covered Officer may seek a Waiver from a provision(s) of the Code. Waivers must be sought in accordance with Section VIII of the Code. Examples of these include:

- *Outside Employment or Activities*. Covered Officers may not serve as directors, officers, general partners, consultants, agents, representatives or employees of any other business unless prior authorization is obtained from the Compliance Officer. Such authorization will be based on a determination that the business of such corporation does not conflict with the interests of the Trust, and that such service would be consistent with the best interests of the Trust and its shareholders, and that such service is not prohibited by law.

- *Gifts, Entertainment, Favors or Loans.* No Covered Officer shall receive any gift or other thing of more than *de minimis* value from any person or entity that does business with or on behalf of the Trust.
- *Corporate Opportunities.* Covered Officers may not exploit for their own personal gain opportunities that are discovered through the use of Trust property, information or position unless the opportunity is fully disclosed, in writing, to the Board and the Board declines to pursue such opportunity.
- *Ownership Interests.* Covered Officers may not have: (i) any ownership interest in, or any consulting or employment relationship with, any of the Trust's service providers, other than its investment adviser, principal underwriter, administrator or any affiliated person thereof; or (ii) a direct or indirect financial interest in commissions, transaction charges or spreads paid by the Trust for effecting portfolio transactions or for selling or redeeming shares other than an interest arising from the Covered Officer's employment, such as compensation or equity ownership.

V. Full, Fair, Accurate, Timely and Understandable Disclosure

(A) General Policy. This Code is intended to promote the full, fair, accurate, timely and understandable disclosure in reports and other documents filed by the Trust with the SEC or made in other public communications by the Trust. Accordingly, the Covered Officers are expected to consider this to be central to their roles as officers of the Trust and shall ensure that full, fair, accurate, timely and understandable disclosure is made in the Trust's reports and other documents filed with the SEC and in other public communications.

(B) Responsibilities. Covered Officers shall:

- (1) familiarize himself with the disclosure requirements generally applicable to the Trust;
- (2) not knowingly misrepresent, or cause other to misrepresent; facts about the Trust to others, whether within or outside the Trust, including to the Trust's Trustee's and auditors, and to governmental regulators and self-regulatory organizations;
- (3) to the extent appropriate within his area of responsibility, consult with the other officers and employees of the Trust and the adviser with the goal of promoting full, fair, accurate, timely and understandable disclosure in the reports and documents the Trust files with, or submit to, the SEC and in other public communications made by the Trust; and
- (4) promote compliance with the standards and restrictions imposed by applicable laws, rules and regulations.

(C) Changes in Disclosure Process. If, at any time, a Covered Officer believes that measures should be taken to improve the Trust's disclosure process, he or she shall advise the Compliance Officer and shall work with the Compliance Officer and other appropriate personnel to facilitate any changes in the process.

VI. Internal Reporting by Covered Persons

(A) Certifications. Each Covered Officer shall:

- (1) upon adoption of the Code (or thereafter as applicable upon becoming a Covered Officer), affirm in writing on Schedule A hereto that the Covered Officer has received, read, and understands the Code; and
- (2) annually thereafter affirm on Schedule A hereto that the Covered Officer has complied with the requirements of the Code.

(B) Reporting. A Covered Officer shall promptly report any knowledge of a material violation of this Code to the Compliance Officer. Failure to do so is itself a violation of the Code.

(C) Required Documentation. Any such report shall be in writing, and shall describe in reasonable detail the conduct that the Covered Officer believes to have violated this Code. If the Compliance Officer concludes that there has been a violation of the Code, he or she shall determine appropriate sanctions in accordance with Section IX(A) below. Notwithstanding the foregoing, the Compliance Officer shall be entitled to grant a Waiver of one or more provisions of this Code as set forth in Section VIII of the Code.

VII. Waivers of Provisions of the Code

(A) Waivers. The Compliance Officer may grant Waivers to the Code in circumstances that present special hardship. Waivers shall be structured to be as narrow as is reasonably practicable with appropriate safeguards designed to prevent abuse of the Waiver. To request a Waiver from the Code, the Covered Officer shall submit to the Compliance Officer a written request describing the transaction, activity or relationship for which a Waiver is sought. The request shall briefly explain the reason for engaging in the transaction, activity or relationship.

(B) Implicit Waivers. In the event that the Compliance Officer has not acted upon a properly submitted request for a Waiver within a reasonable amount of time and a material departure from the Code has taken place in accordance with the request, the Compliance Officer may nevertheless, in lieu of finding a violation of the Code, determine retroactively to grant a Waiver.

(C) Documentation. The Compliance Officer shall document all Waiver determinations. If a Waiver is granted under paragraphs (A) or (B), above, the Compliance Officer shall prepare a brief description of the nature of the Waiver, the name of the Covered Officer and the date of the Waiver so that this information may be disclosed in the next Form N-CSR to be filed on behalf of the Trust or posted on the Trust's internet website within five business days following the date of the Waiver. All Waivers must be reported to the Board at each quarterly meeting as set forth in Section IX below.

VIII. Reporting and Monitoring

(A) Sanctions. Compliance by Covered Officers with the provisions of the Code is required. Covered Officers should be aware that in response to any violation, the Trust will take whatever action is deemed necessary under the circumstances, including, but not limited to, fines, suspension or termination.

(B) Board Reporting. The Compliance Officer shall report any material violations of the Code to the Board for its consideration on a quarterly basis. At a minimum, the report shall:

- (1) describe the violation under the Code and any sanctions imposed;
- (2) identify and describe any Waivers to the Code; and
- (3) identify any recommended changes to the Code.

(C) Amendments to the Code. The Covered Officers and the Compliance Officer may recommend amendments to the Code for the consideration and approval of the Board. In connection with any amendment to the Code, the Compliance Officer shall prepare a brief description of the amendment, so that the necessary disclosure may be made with the next Form N-CSR to be filed on behalf of the Trust or posted on the Trust's internet website within five business days following the date of the amendment.

IX. Record-keeping

The Compliance Officer shall maintain all records, including any internal memoranda, relating to compliance with the Code or Waivers of the Code, for a period of 6 years from the end of the fiscal year in which such document was created, 2 years in an accessible place. Such records shall be furnished to the SEC or its staff upon request.

XI. Confidentiality

All reports and records prepared or maintained pursuant to this Code will be considered confidential and shall be maintained on a confidential basis and will be reasonably secured to prevent access to such records by unauthorized personnel.

SCHEDULE 1

COMPLIANCE OFFICER

Frederick J. Schmidt, Chief Compliance Officer

COVERED OFFICERS

Richard A. Fabietti, President

Troy A. Sheets, Treasurer

EXHIBIT A

**Code of Ethics for Principal Executive and
Senior Financial Officers**

INITIAL AND ANNUAL CERTIFICATION OF

COMPLIANCE WITH THE

**CODE OF ETHICS FOR PRINCIPAL EXECUTIVE AND
SENIOR FINANCIAL OFFICERS**

[] I hereby certify that I have received the Code of Ethics for Principal Executive and Senior Financial Officers adopted pursuant to the Sarbanes-Oxley Act of 2002 (the “Code”) and that I have read and understood the Code. I further certify that I am subject to the Code and will comply with each of the Code’s provisions to which I am subject.

[] I hereby certify that I have received the Code of Ethics for Principal Executive and Senior Financial Officers adopted pursuant to the Sarbanes-Oxley Act of 2002 (the “Code”) and that I have read and understood the Code. I further certify that I have complied with and will continue to comply with each of the provisions of the Code to which I am subject.

(Signature)

Name:

Title/Department:

Date:

Received By (Name/Title):

Signature:

Date:

CERTIFICATIONS

I, Richard A. Fabietti, certify that:

1.
I have reviewed this report on Form N-CSR of HSBC Investor Portfolios (the “registrant”);
2.
Based on my knowledge, this report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report;
3.
Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operations, changes in net assets, and cash flows (if the financial statements are required to include a statement of cash flows) of the registrant as of, and for, the periods presented in this report;
4.
The registrant's other certifying officer(s) and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940) and internal control over financial reporting (as defined in Rule 30a-3(d) under the Investment Company Act of 1940) for the registrant and have:
 - a)
Designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this report is being prepared;
 - b)
Designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles;
 - c)
Evaluated the effectiveness of the registrant's disclosure controls and procedures and presented in this report our conclusions about the effectiveness of the disclosure controls and procedures, as of a date within 90 days prior to the filing date of this report based on such evaluation; and

d)

Disclosed in this report any change in the registrant's internal control over financial reporting that occurred during the second fiscal quarter of the period covered by this report that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting; and

5.

The registrant's other certifying officer(s) and I have disclosed to the registrant's auditors and the audit committee of the registrant's board of directors (or persons performing the equivalent functions):

a)

All significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the registrant's ability to record, process, summarize, and report financial information; and

b)

Any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant's internal control over financial reporting.

December 23, 2008

Date

/s/ Richard A. Fabietti

Richard A. Fabietti

President

CERTIFICATIONS

I, Troy A. Sheets, certify that:

1.
I have reviewed this report on Form N-CSR of HSBC Investor Portfolios (the “registrant”);
2.
Based on my knowledge, this report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report;
3.
Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operations, changes in net assets, and cash flows (if the financial statements are required to include a statement of cash flows) of the registrant as of, and for, the periods presented in this report;
4.
The registrant's other certifying officer(s) and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940) and internal control over financial reporting (as defined in Rule 30a-3(d) under the Investment Company Act of 1940) for the registrant and have:
 - a)
Designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this report is being prepared;
 - b)
Designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles;
 - c)
Evaluated the effectiveness of the registrant's disclosure controls and procedures and presented in this report our conclusions about the effectiveness of the disclosure controls and procedures, as of a date within 90 days prior to the filing date of this report based on such evaluation; and
 - d)
Disclosed in this report any change in the registrant’ s internal control over financial reporting that occurred during the second fiscal quarter of the period covered by this report that has materially affected, or is reasonably likely to materially affect, the registrant’ s internal control over financial reporting; and

5.

The registrant's other certifying officer(s) and I have disclosed to the registrant's auditors and the audit committee of the registrant's board of directors (or persons performing the equivalent functions):

a)

All significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the registrant's ability to record, process, summarize, and report financial information; and

b)

Any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant's internal control over financial reporting.

December 23, 2008

Date

/s/ Troy A. Sheets

Troy A. Sheets

Treasurer

This certification is provided pursuant to Section 906 of the Sarbanes-Oxley Act of 2002, 18 U.S.C. § 1350, and accompanies the report on Form N-CSR for the period ended October 31, 2008 of HSBC Investor Portfolios (the "Registrant").

Each of the undersigned, being the Principal Executive Officer and Principal Financial Officer of the Registrant, certifies that, to the best of such officer's knowledge:

1. the Form N-CSR fully complies with the requirements of Section 13(a) or 15(d) of the Securities Exchange Act of 1934 (15 U.S.C. 78m(a) or 78o(d)); and
2. the information contained in the Form N-CSR fairly presents, in all material respects, the financial condition and results of operations of the Registrant.

December 23, 2008

Date

/s/ Richard A. Fabietti
Richard A. Fabietti
President

/s/ Troy A. Sheets
Troy A. Sheets
Treasurer

This certification is being furnished solely pursuant to Section 906 of the Sarbanes-Oxley Act of 2002 and is not being filed as part of Form N-CSR or as a separate disclosure document. A signed original of this written statement required by Section 906 has been provided to the Registrant and will be retained by the Registrant and furnished to the Securities and Exchange Commission or its staff upon request.
